

## S Africans split on race policy

The ruling Nationalist Party in South Africa has split over racial policies. Extreme right-wingers oppose constitutional policies of Mr P. W. Botha, the Prime Minister, which would involve some sharing of power with Coloured (mixed race) and Indian South Africans. A party caucus meeting yesterday ended with 22 MPs voting against a motion of confidence in Mr Botha. Page 6

## Huover losses rise to £30.97m

Huover, the domestic appliance manufacturer, yesterday reported a record £30.97m loss for 1981 and partly blamed redundancy and closure costs of £17.24m. Recession and imports of cheap appliances from Italy and Eastern Europe were also blamed. Page 13

## Broadway comes to London



Costume designs and rehearsal pictures from the National Theatre's production of "Guys and Dolls" the theatre's first Broadway musical are featured in tomorrow's *Evening Standard*. The 16-page guide will also contain the second part of a survey of London's best fringe theatres.

## Union rejects 'Times' notices

A mass meeting of Times Newspapers clerical workers voted to ignore the dismissal notices sent to 210 members and rejected the company's request for voluntary redundancy terms. Page 2

## Applause for Jaruzelski

General Wojciech Jaruzelski, the Polish military leader, defended economic reforms, attacked Western sanctions and sought to justify martial law at the opening of the first full meeting of the 200-member central committee, in Warsaw. His 68-page speech received prolonged applause. Page 6

## Unions unite to fight Tebbit

Union leaders formally adopted yesterday the Labour movement's eight-point plan of opposition to Mr Norman Tebbit's Employment Bill which demands that any organization accepting state aid for secret ballots risks expulsion from the TUC. Page 3



## Muslims hijack jet at Beirut

Shia Muslim gunmen hijacked a Kuwaiti airliner on the tarmac at Beirut airport yesterday and last night were holding 100 passengers at gunpoint, demanding that the aircraft fly to Tehran. Back page

## Yorkshire wrath

Arthur Connell, acting chairman of Yorkshire County Cricket Club's general committee, said that the leakage of a confidential recommendation to end Geoffrey Boycott's contract could only create further problems. Page 18

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# Russians scour world for grain to avert catastrophe

From Michael Binyon, Moscow, Feb 24

The announcement today by the United States Agricultural Department that the Russians have bought an additional 450,000 tonnes of maize reinforces the belief by Western analysts that following this year's disastrous harvest, Soviet grain imports will be the largest since the Soviet state was founded.

American officials now expect the Russians to buy some 42 million tonnes of grain to try to overcome the catastrophic effect on Soviet food production of the third poor harvest in a row. For the first time, the Russians have not put any figure for this year's total, suggesting that it is below the Western estimate of 170 million tonnes, and may be some 70 million tonnes short of the planned target of 236 million.

The total cost of Soviet grain sales is put at around £7,000m (about £3,900m), which will put a severe strain on the country's hard currency reserves.

Western firms report that dozens of contracts for consumer goods, machinery and technology are being cancelled. Soviet food aid to its allies in Indo-China has been cut back, the Russians are finding it hard to spare any money to sell Poland out of its difficulties, and Moscow has been selling huge quantities of oil and gold on world markets even at a time of slump in both commodities.

Nevertheless, the Russians are clearly determined not to allow the bad harvest to worsen an already poor food situation within the country. The Russians are trying not to rely on the United States for their grain purchases, although President Reagan has allowed them to buy up to 23 million tonnes. So far they have bought only 11,500,000 tonnes, and are instead actively negotiating to buy from other sources, principally Canada, Australia, the European Community and Argentina.

About half their total purchases are expected to be for animal feed and half will be wheat. Soviet grain reserves are a strict secret, but Western experts believe they must now be near depletion.

The Russians will also have to spend about \$2,000m to buy large amounts of sugar on the world market, as this year's sugar harvest was the worst for 18 years, and even Cuba cannot make up the shortfall if the Russians are to maintain adequate supplies at home.

All this has led to a vigorous campaign to boost farm production and cut down on waste, which more than anything else is responsible for the dismal Soviet agricultural performance.

Pravda recently announced stiff penalties for peasants who feed bread to their livestock as this is often cheaper than fodder. Private farmers who do so now risk imprisonment, large fines and having their animals confiscated.

Soviet officials have admitted their waste, poor packing and distribution means that at least 50 per cent of all fruit and vegetables grown cannot be used as they are spoiled by the time they get to shops. A new ministry has been created to improve the situation here and a thorough shake-up of the agricultural bureaucracy is one result of the emergency food programme.

Since the food programme was launched, measures have been taken to improve output in the long run, though the effects are not yet visible.

A closer bureaucratic check is being kept on agriculture and the party is to hold a special plenum in a few months to see what progress has been made.

For the moment the policy seems to be to muddle through. Soviet ports are strained to the limit coping with the vast grain purchases, and transport and storage facilities are overloaded, but more have been poured into improving these.

The coming harvest looks at last like being a good one: the winter was mild, the moisture was right, and more seeding than usual was carried out last autumn.

The food situation in the snowy north of the country is always poor in winter, but so far this year there has been no drastic worsening—contrary to expectations. And amid all the gloom about poor agricultural output and low productivity there is cautious optimism that the food situation, though still falling behind over ambitious targets, may slowly improve.

## 14 pc mortgage rate likely next month

By Lorna Burke

Building society borrowers should see a 1 percentage point reduction in the cost of home loans after the announcement yesterday of a 1 point cut in bank base rates.

All the High Street banks reduced their base rates from 14 per cent to 13.5 per cent. National Westminster also cut its home loan rate by a 1 point to 14.5 per cent, making it the cheapest in the market.

But, on the Stock Exchange, investors were more concerned with Mrs Thatcher's warning against Budget optimism, so the *Financial Times* index closed 6.4 points down at 552.6.

The Building Societies Association refused to speculate on whether the mortgage rate might also fall. But the chairman, Mr Alan Cummings, made his views plain some weeks ago when he spoke of a 1 percentage point reduction in the new rate.

Building society rates are now well out of line with others and there is plenty of room for a cut without damaging the societies' competitive position. The BSA council meets again on Friday March 12, a day after the Budget, and it seems a near certainty that a reduction will be announced.

The mortgage rate is likely to come down from 15 per cent to 14 per cent though it is not clear where the investment rate, currently 9.75 per cent, will settle. Some societies would like to see it at 9.0 per cent, but others argue that since most societies are now paying one point over the recommended share rate of "extra interest" short notice accounts, the basic rate should be cut to around 8.5 per cent.

The High Street banks are now paying only 71 per cent for money on 7-day deposit. If the societies reduced their ordinary share rate to 8.5 per cent, paying 9.5 per cent on before-tax equivalent on building society investments of 13.5 per cent is 2.5 points more than the 11 per cent offered by the banks.

Competition for personal savers' cash is likely to remain fierce, with Leicester Building Society announcing yesterday the first major link-up with a bank, Citibank Savings, to offer building society customers current account and loan facilities.

Later customers who keep a minimum of £100 in their account will be eligible for a "Leicestercard" which entitles them to discounts on a range of consumer goods. Abbey National, are known to be working on similar schemes. Halifax already has an arrangement with Barclays Bank.

Business News, page 13



Armed civilians helping the Army in San Vicente, El Salvador. President Reagan argues that, without more military aid, the ill be incapable of defeating the guerrillas.

## US to increase military aid in Central America

From Nicholas Hirst, Washington, Feb 24

President Reagan, proposing a \$350m (£192m) aid package with extensive trade and investment incentives for Caribbean and Central American countries, said today that the United States would do whatever was prudent and necessary to ensure peace in the area.

The President attacked Cuba as a subversive influence trying to impose Marxist-Leninist dictatorships in the region. He emphasized, nevertheless, that the United States would not follow Cuba's lead in attempting to solve human problems with brute force.

Instead, in a speech at the headquarters of the Organization of American States here, the President said he intended to send a package to Congress which would bolster the fight against subversion by improving the hard-pressed economies of the Caribbean Basin states, and strengthening their armed forces with increased military aid.

The President said that the centerpiece of his programme was to allow free access to the American market, without import restrictions, for almost all exports from the area for a period of 12 years. Textiles would be exempted because they were covered by other international agreements.

Both BBC and IB have taken part in discussions begun last May, by the Rbn Office on the feasibility of direct broadcasting by satellite (known as DBS).

The BBC's interest in taking part in direct broadcasting programmes, and also in taking part in direct broadcasting, is a result of the fact that the BBC would generate enough revenue from the viewing public to cover the costs of both channels.

It also presents the Government with a unique opportunity to bring early legislation, as did the Government, to put up the money to develop and launch a British station.

By contrast, the representatives gave Home Office officials the impression that, while interested in principle, they were for the present pre-occupied with plans for the introduction of the fourth television channel in November, and of breakfast television in May, 1983.

Senior figures within independent television admitted yesterday they may have been slow off the mark.

The IBA said yesterday it had put forward three proposals for a new channel, with a number of member countries of the European Broadcasting Union contributing and receiving a subscription service or a best of service.

Continued on back page, col 3

## Whitelaw admits 'mistakes' at Scrubs

By Peter Evans, Home Affairs Correspondent

Mr William Whitelaw, Home Secretary, said yesterday that mistakes were made during and after the quelling by prison officers of a protest at Wormwood Scrubs Prison, which resulted in injuries to 74 people.

He assured MPs: "The Director General (Mr Dennis Trevelyan) has taken action to ensure that the lessons which have been learnt are applied at Wormwood Scrubs and throughout the prison service."

The clash, on August 31, 1979, involved officers trained and equipped for so-called Multi tactics (minimum use of force tactical intervention).

The report of an official inquiry into the incident published yesterday strongly criticized management in the prison, the Board of Visitors (appointed as a public watchdog) and the Prison Officers' Association.

In a statement published with the report, the Home Office says that after the clash there was a "punitive attitude towards prisoners on the part of the local branch of the Prison Officers' Association."

Though a police investigation found no evidence to prove that any report was deliberately misleading and prepared with the intention of perverting the course of justice, "incorrect statements were made and were not subsequently corrected."

"This is wholly unacceptable both as a matter of public accountability and management responsibility."

The report by Mr Keith Gibson, South-east regional director of prisons, says some prisoners had improvised themselves with improvised weapons either from cell furniture or landing railings.

There has recently been intermittent tension at the prison, described as a penal institution, and a governor, Mr John McCarthy, culminating in five prisoners barricading themselves in a cell for a siege which ended last night. On Monday 90 prisoners demonstrated in support of them in the exercise yard. The prison was said to be calm last night.

The report tells how tension at the prison increased before the clash in 1979 as a result of a power struggle between four groups of prisoners: the IRA men, black prisoners and sex offenders, who, with other prisoners, banded together for protection.

Incidents involving the gangs, including an attack on a black prisoner, resulted in some being moved out. A power vacuum resulted which the IRA, black prisoners and the rest of the gangs sought to fill.

Mr Sidney Powell, secretary of the governors' branch of the Society of Civil and Public Servants, said the 60 injuries to prisoners in seven minutes had resulted from the wing lay-out which prevented the Multi teams operating in the way they were trained to.

"Minimum force is what you judge it to be at the time. It is a difficult judgment when you are facing nearly 200 murderers armed with iron bars. I had every sympathy with the staff that night."

## Scandal of a Soviet hat

From Michael Binyon, Moscow, Feb 24

Three youths are about to go on trial near Moscow for a crime that has horrified Russians: they skinned alive a stolen St Bernard dog and sold the fur to make hats for the black market.

Their cruelty has provoked an outcry among Russians, who are sentimental about animals and particularly about dogs. One of the Soviet Union's most distinguished artists, Sergei Obraztsov, the 80-year-old founder and director of the famous Moscow Puppet Theatre, today wrote to a newspaper denouncing this "crime against human conscience" and calling for tough measures against what has apparently become a common practice.

He said more and more people were buying stolen dogs, illegally sold at pet markets for as little as 10 roubles (£7.70), skinning them alive in the mistaken belief that the fur was better preserved when taken from a live animal, and selling the hides for up to 150 roubles each. When asked by prospective buyers what kind of fur it is, they joke that it comes from Russia.

Dogskin hats have become quite fashionable in recent years. The reason is that the Soviet Union, one of the world's largest producers of fur, now sells so much abroad, especially for hard currency, that it is increasingly difficult to find fox, mink, beaver and other good furs in Russian shops.

Cashing in on the unsatisfied demand, the state has raised prices so much that a fur hat is now beyond the means of most people. In Russia, where winter temperatures fall to -20°C or below, such a hat is not a luxury.

A fur hat could easily be obtained in Stalin's day but now women wear fur or artificial fibre hats and men have to make do with felt, rabbit or leather caps. The black market in furs is thriving.

The case of the three youths, one a member of the Komsomol, the Communist youth organization, has aroused particular concern because of their callous cruelty, which the authorities fear is becoming increasingly prevalent among criminal and materialistic youth. The press has reported disturbing instances of cruelty to animals, including the case of drunken youths who stabbed two kangaroos to death in the Moscow zoo and poached the rare Siberian tiger and Amur leopard, and shot and barbecued protected species in nature reserves.

Dogs are an especially emotive subject as more and more Russians, especially pensioners now keep them. For the past year the press has run an anti-dog campaign, pointing to the cost of the meat they eat, and an attempt was made last summer to introduce a prohibitive annual dog tax, to take effect from January, of up to 200 roubles for those people from keeping dogs. So great was the outcry, however, that a powerful lobby managed to find legal loopholes in the draft Bill and it has now been abandoned.

## BBC may get both 'space' channels

By Julian Havilland, Political Editor

Plans for a British satellite which would provide two extra television channels for British viewers within five years are expected to be announced next week by Mr William Whitelaw, the Home Secretary.

The Independent Broadcasting Authority suspects that Mr Whitelaw has decided to allow both channels to the BBC.

A campaign to persuade him to change his mind was begun with a letter published in *The Times* yesterday from Lord Aylestone, a former chairman of the IBA, who said the allocation of the channels required further public debate.

Ministers were surprised yesterday by the eleven-hour challenge to their plans.

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## Lady Simey accuses police of vengeance

By Richard Evans

The chairman of Merseyside police authority told MPs yesterday she was satisfied that the police exacted vengeance on people who made official complaints.

Lady Simey, aged 76, gave her own recent experience of the police complaints procedure to the Home Affairs select committee to support her allegations.

"About a year ago I put in a complaint myself. I hasten to say not on Merseyside, but elsewhere. The officer involved took vengeance on a member of my household, which I could tell you about in private but would not want to detail in public."

Lady Simey, a member of the board of governors at Bramshill Police College, told the committee chairman, Sir John Eden, Conservative MP for Bournemouth, West, that from her experience as a councillor in Torquay, she could "produce lists from solicitors of cases of this kind."

Afterwards, Lady Simey would not disclose the name of the force or the officer involved in her complaint.

Last night Police Federation Merseyside chairman, P.C. Fred Jones, said he was very upset over the claims. "We know that the North Wales police tried on at least two occasions to get Lady Simey to a disciplinary hearing but she did not turn up."

"If she had evidence that will show police impartiality then it is her duty to place it before the proper authority and call for an investigation."

He added: "I personally met the police committee and Lady Simey only a few months ago and I asked her to produce hard evidence. But they could not produce a single thing—just general allegations."

The select committee, which is inquiring into the police complaints procedure, was told Lady Simey that her authority believed it was the absence of effective redress against the police that provoked the protests last July.

Lady Simey was giving evidence on behalf of the Labour-controlled Association of Metropolitan Authorities which is advocating the establishment of a local appeals and a central body to examine serious complaints.

The association's evidence was in stark contrast to that presented by the Conservative-controlled Association of County Councils.

Mr Harry Purck, chairman of the police committee of the Association of County Councils said many police authorities covered areas where there was no outcry against the police.

Dis, page 16



Lady Simey: "I put in a complaint a year ago."

## Ulster to change law on homosexuals

By Nicholas Timmins

The law on homosexuality in Northern Ireland is to be brought into line with that of the rest of the United Kingdom, allowing homosexual acts in private between two consenting males aged over 21.

The proposed change, announced yesterday by Mr James Prior, Secretary of State for Northern Ireland, has been forced on the Government by a decision of the European Court of Human Rights. It ruled that the present law was in breach of Article 8 of the European Convention, which provides for respect for private and family life.

The decision has come in the wake of the homosexual "scandal" at the Kinross Boys' Home, and at other boys' homes in Belfast.

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## TUC expulsion warning on Tebbit Bill

By Paul Routledge, Labour Editor

Union leaders yesterday formally adopted the Labour movement's counter to the Government's employment Bill with a warning that any failure to accept state cash for union aid for secret ballots risks expulsion from the TUC.

An eight-point plan of opposition, agreed unanimously by the TUC General Council, will commit the 112 affiliated unions to boycott the legislative provisions being steered through Parliament by Mr Norman Tebbit, Secretary of State for Employment.

For the first time, the TUC General Council will be empowered to organize industry-wide strikes in support of a union "attacked" by an employer using the employment Act, which is due to be introduced in mid-summer.

Mr Len Murray, General Secretary of the TUC, coupled his presentation of the anti-Tebbit law campaign with a warning that action under congress rule 13 could lead to "suspension and even expulsion" of unions that defied the movement's policy and took public money for ballots.

A very few unions, but including important ones such as the engineering workers and the electricians, have been tempted by the offer of government cash for ballots they already carry out for union office, but Mr Murray said: "We have delivered them from their evil and ours is the kingdom."

The eight key recommendations being put to a special TUC conference of executives in Wembley on April 5 are:

1—Campaign: Affiliated unions to "highlight the dangers" to their members of the forthcoming legislation, and to seek support for opposition.

2—100 per cent trade union levy: The General Council will impose on all affiliated unions a levy of 10p per member to establish a campaign and defence fund to meet financial commitments arising from the proposed legislation.

3—Disputes procedures: After investigating the circumstances of a dispute, the general council will be prepared to assist unions to meet the costs of defending a legal action and consequent compensation awards that may arise.

4—Industrial tribunals: No trade union member of an industrial tribunal or employment appeal tribunal should serve on cases arising from the application of the closed shop.

5—Levy: The General Council will impose on all affiliated unions a levy of 10p per member to establish a campaign and defence fund to meet financial commitments arising from the proposed legislation.

6—The mother of the girl allegedly behind the terror at St Saviour's Church of England primary school in Liverpool spoke out yesterday.

She defended her daughter aged 10 against claims from fellow pupils and parents, and added: "Whenever there is trouble at the school, she gets the blame."

Yesterday the girl, who was said to have run protection rackets, was at home with her family in a house in Clinging to her mother, she claimed that she was not involved in the classroom beatings and vandalism, which have forced the school to close for a cooling off period.

The girl's mother said "It is not fair that she should get all the blame. People say it is her fault because she is the biggest."

"She gets into mischief like all kids, but I would be shocked if she was doing what the others say."

One girl at the school claims she was burnt with a cigarette by the girl and younger boys say they were threatened with violence if they refused to pay protection money.

Mr Mike Storey chairman of Liverpool education committee confirmed yesterday that a relief headmaster would be drafted into St Saviour's on Monday.

Mr Arthur Cowman, former head of Toxteth primary school, will be among four new teachers when the school reopens.

Mr Storey said Mr Cowman had been chosen for his wide experience of work in Liverpool's troubled inner city. He added that it was unlikely that the present head would return on Monday.

Staff reinforcements will mean two teachers each for third and fourth year classes, Mr Storey said.

He went on: "An inquiry will begin on Monday and this could be followed by expulsions. We cannot tolerate children who terrorize others."

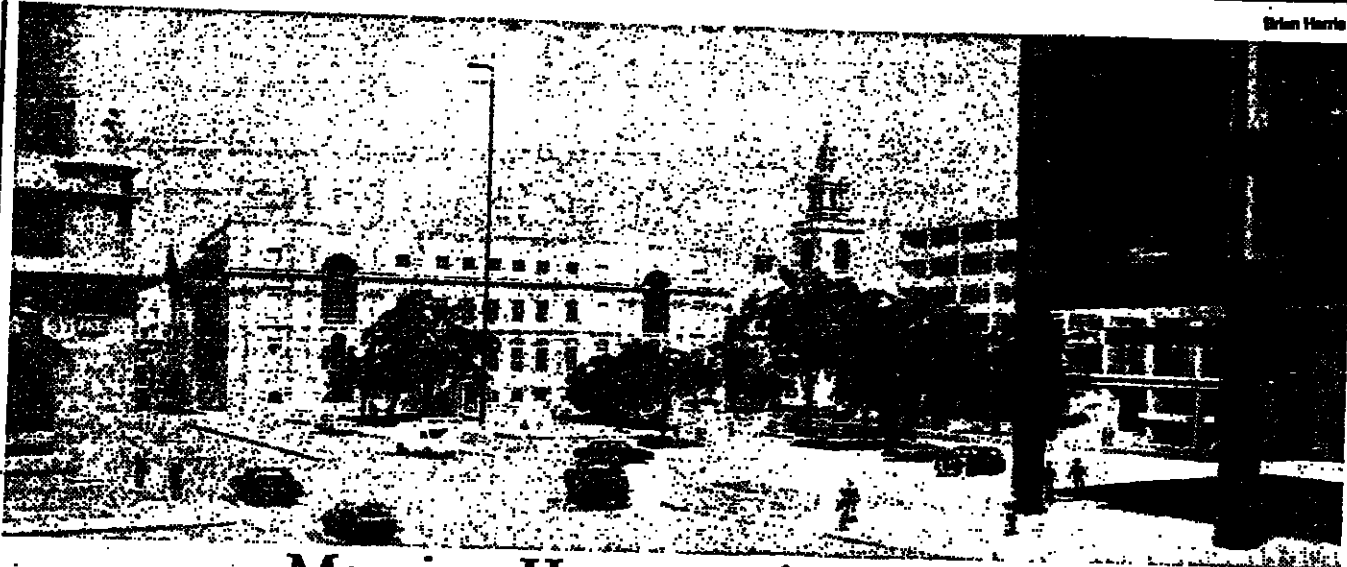
Mr Storey said that if there was a repeat of the riots at St Saviour's, the pupils would be ordered to stay off the premises.

Mr Cyril Kami, the caretaker of the school received a threatening telephone call yesterday warning him that he would receive a wreath.

Minutes later, a large bouquet was delivered with the message: "Peace. Where there is bad there is twice as much good."

Community leaders were trying to rebuild the image of Toxteth yesterday after the outbreak of violence at St Saviour's School (A Correspondent writes).

At the Rialto Neighbourhood Council Centre, 100 teenagers were setting up a youth group aimed at quelling the disturbances. Mrs Cora Newell, aged 44, the administrator at the Rialto, said its purpose was to give young people a feeling of community pride.



## Mansion House project attacked

The final plan for a new square in the crowded heart of the City of London has aroused bitter controversy among architects and conservationists (Hugh Clayton writes).

A 250ft block, the base of which appears at the right of the model picture above showing the square stretching eastwards to the Mansion House and St Stephen Walbrook, was dismissed yesterday as "architecturally old hat" by Mr John Harris, president of the

International Confederation of Architectural Museums. Mr Marcus Binney, chairman of the Save Britain's Heritage Group, said: "The design will be 30 years old by the time it is actually built."

The plan to create the new square was initiated almost 25 years ago by Mr Peter Palumbo, who claims the designs are of the highest quality possible. The tower block, which would dominate the square, was designed by Mies van der Rohe, the exceptionally influ-

ential designer of the Seagram building in New York, who died in 1969. The scheme would involve the demolition of a group of minor listed buildings to create a square which would become "an oasis, a staging post and a forum", according to Mr Palumbo, the head of a family development group. He has spent more than 20 years buying property in the area and is now in a position to apply for planning permission.

## Interferon discoverer was paid £5 a week

By Pearce Wright, Science Editor

One of the discoverers of interferon, Dr Jean Lindenmann, was paid £5 a week in 1957 when he was a research fellow at the National Institute for Medical Research in Mill Hill, north London.

Dr Lindenmann received the grant from the Swiss Academy of Medical Sciences to enable him to work at the National Institute for Medical Research in Mill Hill, north London.

He recalled that grant yesterday, which he described as generous for the time, when he opened a meeting at the Royal Society attended by academic and industrial research scientists directing work in the field. The gathering marks the twenty-fifth anniversary of

the discovery that when cells in the body are infected by an organism like an influenza virus, the cells manufacture a substance to neutralize the virus.

The word interferon was coined simply as a laboratory term for the composition of the agent.

After a quarter of a century, the questions being asked about interferon become increasingly profound. There is not one substance but a complicated family.

Furthermore, the biological properties of the interferons differ considerably and, hence, so does the medical usefulness of any particular substance.

Therefore the first of the formal sessions of the two-day Royal Society meeting

was devoted to a review of the present state of the science and the further work that needed to be done.

In some of the informal group discussions turned to medical applications, although the main papers on treatment of tumours will be presented today. But in one informal group details were given of a small trial at the Royal Free Hospital, London, of treating hepatitis — B virus. Results have been encouraging enough for the method to be considered for a wider trial.

Although the use of interferon in medicine seems to be on the brink of a big advance in several areas, the fact remains that the more scientists explore the sub-

stance, the more questions they provoke.

One of the world's foremost authorities on genetic engineering of interferon, Professor Charles Weissmann, of the Institute of Molecular Biology, Zurich, a founder member of the research company Elicon, described how there were 18 different genes in a human cell which could be switched on to manufacture its own particular member of the strain of alpha-interferons. There is also a beta and a gamma strain.

The gamma type is the least understood, but many scientists believe it may prove the most effective when it is ready for trials as a therapy for cancer.

## The Pope's Canterbury visit Complex compromise stills church storm

By Clifford Longley Religious Affairs Correspondent

The inter-church storm which seemed to be going to break over the Pope's visit to Canterbury Cathedral in May has been averted by the Archbishop of Canterbury's announcement of details of the ceremonies and meetings, although there are still clouds on the horizon. At one point there was private talk of a boycott of the Canterbury events, in protest at the arrangements.

A complicated compromise has emerged. Dr Robert Runcie, who as leader of the Anglican Communion is official host for the entire Canterbury programme, is to invite all the members of the Free Church Federal Council, but not the members of the General Assembly of the British Council of Churches. He is also inviting several members of the Anglican Church from overseas, and the whole General Synod of the Church of England.

Behind this pattern of invitations lies much negotiation with interested parties, but some tension still exists. The British Council of Churches has excused itself from the event by indicating that its attendance would have been "inappropriate."

It is being said that some of the Anglican primates, disapproving of the occasion, did not want to be invited, while others felt more should be made of the Anglican Communion aspect, and less of the Church of England's particular role. On the Free Church side, there are apparently two views, one favouring a full turn-out and one inclined to be cooler. It is significant that Cardinal Hume has been invited to address the congress of the Free Church Federal Council in Newcastle next month by its moderator-elect, Dr Kenneth Greet, secretary of the Methodist Conference.

Dr Greet says he intends to be at Canterbury, and knows what he will say to the Pope during the planned "informal

discussion". Dr Runcie had made room on the programme of that day for such encounters, thereby reassuring some of the Free churchmen who had previously been expressing their misgivings. The secretary of the British Council of Churches, the Rev Philip Morgan, has already had discussions with Cardinal Hume, Dr Runcie, and Archbishop Casanovi, vice-president of the Secretariat for Christian Unity in Rome. Mr Morgan expressed himself "well satisfied" with the arrangements.

Meanwhile, Lord Carrington, the Foreign Secretary, is understood to have replied to the letter of criticism he received from Free Church leaders of full diplomatic relations with the Holy See. The text was not released by the Foreign Office, but he is understood to have explained that diplomatic relations were a political matter rather than religious, and full relations with the Holy See were in Britain's diplomatic interests. Dr Greet, one of the signatories of the letter, said he would not take the matter further.

Two bishops of the Church of England have responded to misgivings in their church over the papal visit, with messages in their diocesan newsletters.

The Bishop of Guildford, the Rt Rev David Brown, stated that the "since and wholehearted welcome" he expected the Church of England to give the Pope should not be misinterpreted as acceptance of Roman Catholic teaching.

The Bishop of Chichester, the Rt Rev Eric Kemp, says in his diocesan newsletter that the papacy of today is quite different from that of the sixteenth and seventeenth centuries.

Prejudices from the past should be set aside.

## Riot school 'leader' defended

From our Correspondent Liverpool

The mother of the girl allegedly behind the terror at St Saviour's Church of England primary school in Liverpool spoke out yesterday.

She defended her daughter aged 10 against claims from fellow pupils and parents, and added: "Whenever there is trouble at the school, she gets the blame."

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Mr Storey said Mr Cowman had been chosen for his wide experience of work in Liverpool's troubled inner city. He added that it was unlikely that the present head would return on Monday.

Staff reinforcements will mean two teachers each for third and fourth year classes, Mr Storey said.

He went on: "An inquiry will begin on Monday and this could be followed by expulsions. We cannot tolerate children who terrorize others."

Mr Storey said that if there was a repeat of the riots at St Saviour's, the pupils would be ordered to stay off the premises.

Mr Cyril Kami, the caretaker of the school received a threatening telephone call yesterday warning him that he would receive a wreath.

Minutes later, a large bouquet was delivered with the message: "Peace. Where there is bad there is twice as much good."

Community leaders were trying to rebuild the image of Toxteth yesterday after the outbreak of violence at St Saviour's School (A Correspondent writes).

At the Rialto Neighbourhood Council Centre, 100 teenagers were setting up a youth group aimed at quelling the disturbances. Mrs Cora Newell, aged 44, the administrator at the Rialto, said its purpose was to give young people a feeling of community pride.

## Children sleep on the floor in strike

By David Hewson

Eight children in the care of Islington council in London spent last night in sleeping bags on the floor of a former old people's day centre after their homes were closed by striking members of the National and Local Government Officers' Association (Nalgo).

Senior council officers who are not among the 2,000 workers on strike prepared the makeshift accommodation for the children, who are aged between 11 and 15. All are sleeping on mattresses on the floor of the building, which has not been used for a year.

A rota of volunteer officials of the council, the only SDF-controlled authority in Britain, and local people has been prepared to look after the children. They were moved, with a police escort, and, in one case, through a picket line, on Tuesday night.

Mr Hugh Dewing, the council's chief executive, said the strike by the staff of two houses in Highbury New Park and Sheringham Road, left the children unattended on Monday night. "They have not got beds now but they are at least safe and secure, warm, fed and cared for, which, after all, is our statutory duty."

Mr John Rea Price, the council's director of social services, who worked with colleagues and members of the public to make the day centre, in Corsica Street, habitable yesterday, said: "I

am very sad that the children have to be pawns in this game because our job is to care for them."

"The children are totally torn by this. For the most vulnerable kids we have is something I find rather difficult to understand."

Mr William Hendley, the council's principal officer for children's homes, said the position had been explained to the children. The homes would remain closed during the dispute.

Sheena Burgess, publicity officer for Nalgo's Islington branch, said the children concerned had been at risk before because of the council's understaffing of its children's homes.

"It could not be easier to settle this dispute; it is over one man's contract. The council has been aware of the unsettling effect of this and have tried to explain their point of view to the children."

The strike started in the council's housing department when a temporary staff member who was told that a permanent job he had been offered was no longer available. Last Friday it spread to the council's other departments.

The Nalgo branch is due to meet today to decide whether to continue the dispute. The council's disciplinary body met last night and discussed the future of the housing department worker whose grievance started the strike.

## 'EVIL' MAN LED BOYS INTO CRIME

A professional criminal who "exercised his evil influence" over young men of low intelligence to lead them into crime, was jailed for five years at Inner London Crown Court yesterday for burglary and handling stolen documents.

Michael Heston-Francois, aged 47, who took part in the world's biggest art theft, of Rembrandt and Rubens paintings, in 1967, was told by Judge Shindler, QC, "You surrounded yourself by young men between 16 and 18 years of age, of low intelligence, while you are a man of very high intellect and cunning. You corrupted and led them into a life of crime."

Heston-Francois appeared to be the "poacher turned gamekeeper" after completing a seven-year jail sentence in 1974 for handling the £1.5m art treasures some of which were stolen from the Dulwich Gallery, London.

He joined the Clerkenwell Workshops Project, London, as a caretaker, and worked his way up to security officer. It was in this position that he stole jewelry or precious metals valued at thousands of pounds.

Colin Gayman, aged 19, of Bowling Green Estate, Clapham, was put on probation for two years on two charges of burglary.

## SHOOTING PLEA BY CORONER

A coroner yesterday recommended stiffer sentences for live ammunition is used during army exercises.

His suggestion, to the Ministry of Defence, comes after the death in December 1980 of Paul Nicholas Pendry, aged 22, a lieutenant in the 32nd Guided Weapons Regiment, Royal Artillery.

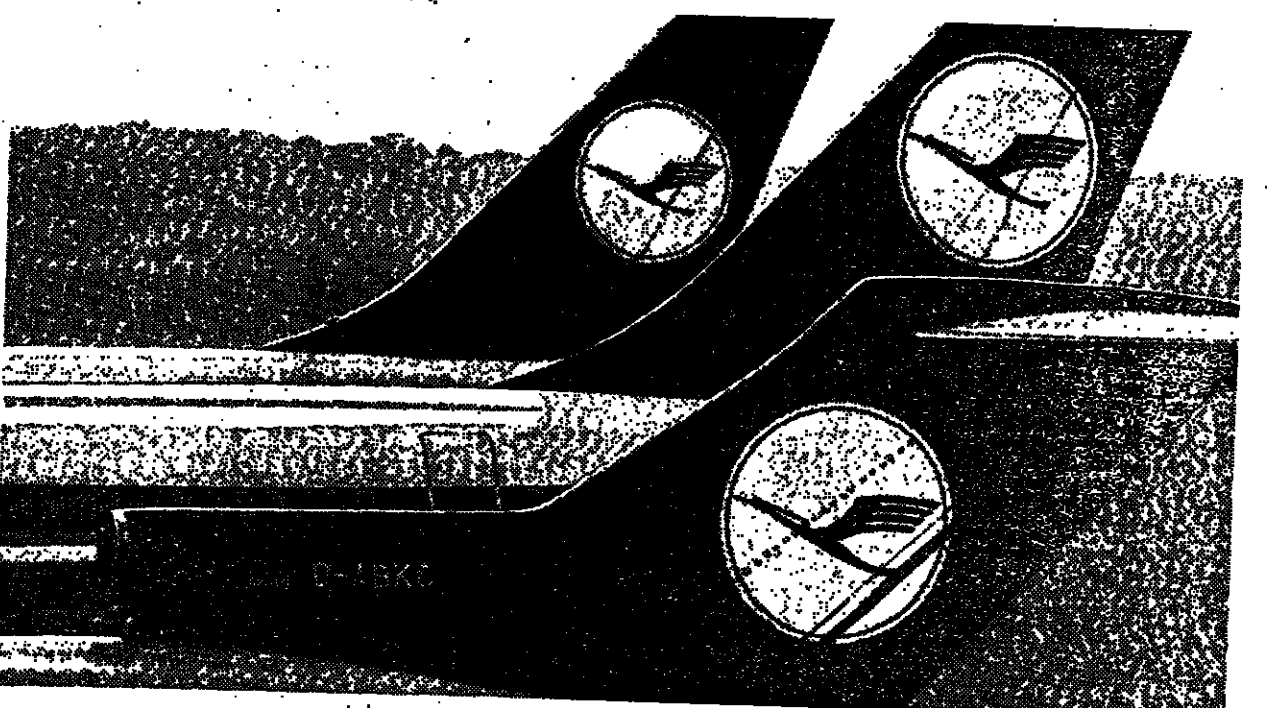
He died four days after receiving a head wound during an exercise at Sennybridge, near Brecon.

Recording a verdict of accidental death on Lieutenant Pendry, of Bridge, near Canterbury, Kent, William Adams, South Glamorgan coroner, said four men were taking part in the exercise in pairs. They were armed with pistols and semi-automatic rifles. A machine gun on high ground, was used for effect. Lieutenant Pendry wore only a cap and no body armour.

Professor Bernard Knight, who carried out a post-mortem examination, gave the cause of death as a gunshot wound.

The coroner said it was not possible to decide whether which rifle the bullet was fired, and a search failed to reveal any rocks or large stones from which the bullet might have ricocheted. There was no evidence to suggest the wound had been caused deliberately.

### It's nice to know that some airlines still have class.



Some of our competitors are trying to tempt you with a lot of new promises. Promises of fancy new classes, improved service, more punctuality and so on.

Lufthansa prefers proven standards to promises. So we are not going to compromise on our offer. We offer you an unbeaten punctuality record. We offer you Europe's youngest fleet, with the comfort of the latest 727 and 737 City Jets, as well as the widebody-comfort of the Airbus.

We continue to give you the choice of First Class or our full-service Economy Class including your choice of free drinks on all European flights.

We offer you 16 non-stop flights daily to Germany. And, via Frankfurt, we connect you to every major business or leisure centre in the world.

This is what has made us a leading airline, well-trusted by its passengers. And that's the way it will stay, no matter what the competition offers next as sensational improvements. At Lufthansa they have been regular features for years. After all, we did not become your first-choice airline because we serve free drinks in Economy Class in Europe.



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Consult your Travel Agency or our timetable for exact details on all of our flights.







## Scottish councils hit back on spending curbs

From Jonathan Wills, Edinburgh

Scottish local authorities yesterday began a counter attack on government policies to curb council spending.

The president of the Convention of Scottish Local Authorities, Mr William K. Fitzgerald, of Tayside Regional Council, told a press conference in Edinburgh that council spending in Scotland was now 16.1 per cent less in real terms than it was in 1975-76. Central government had made nothing like the same cutback.

Mr Fitzgerald was speaking on the publication of a detailed convention report on the relationship between local and central government in Scotland. The report, *A Time to Listen, A Time to Speak Out*, says the public sector is not a parasite on the private sector, but complementary to it. "Thoughtless attacks" on the public sector were far more likely to damage the private sector than restore it to health, and in its determination to cut local government spending, the Government had ignored "fundamental constitutional questions".

Mr Ronald G. Young of Strathclyde Regional Council, said that the present strategy of Mr George Young, Secretary of State for Scotland, was "dangerous, counter productive, ill-con-

ceived, slipshod and, frankly, dishonest".

Mr Younger, he said, was trying to alter the whole basis of local government by making his financial guidelines mandatory rather than indicative. The convention had at first welcomed the idea of overall spending guidelines, but those were now being used to control the details of each council's budget and to impose sanctions on those local authorities who fell out of line. The group was so concerned at that trend that it had seriously considered calling the report *Towards 1984*.

Mr Young said that the Government was deliberately shifting the burden of council spending from the taxpayer to the ratepayer. The Secretary of State policy was leading to higher rates for the very people he had wished to protect, the small businessmen of Scotland.

Mr John Sewell, of Aberdeen District Council, agreed, and said that Scottish councils would have to put up their rates by 13 per cent this year on average just to maintain the present level of services. The centralized control of council finance over the past year represented a big shift of power, he said, and that had "very worrying implications".

## Walker will act over Spanish fish armada

By Craig Seton

New controls to stop Spanish fishing boats re-registering in Britain to gain access to EEC waters are being urgently considered by the Government.

Mr Peter Walker, the Minister of Agriculture, Fisheries and Food, announced yesterday that the Government was seeking to tighten the enforcement of rules to check registration abuses.

The Minister was reacting to strong protests from the South-west, where a so-called Spanish armada of more than 55 fishing vessels has exploited a loophole to re-register under British ownership and adopt home ports in Devon and Cornwall, although most of their catches in EEC waters are sent to Spain.

The issue had been raised by Mr David Harris, European MP for Cornwall and Plymouth, who said that many of the Spanish vessels were now owned by front companies which had been set up in Britain over the past 18 months.

In a letter to Mr Harris, Mr Walker said yesterday that the Department of Trade had been investigating several British companies used for the re-registration of Spanish vessels. Inspectors had found, however, that one of the companies the MP had named, although it operated from the address of an antique dealer in west London, still satisfied the criteria of the Merchant Shipping (Fishing Boat) Registry Order, 1981.



Miss Soo Tasker, supervisor of the Temperate House at the Royal Botanic Gardens, Kew, looking over the newly-modernized building yesterday. The house, closed for safety reasons in 1972, has been extensively rebuilt and more than 3,000 varieties of plants have been put in. It will be reopened by the Queen on May 13.

## Perfume fraud case detective praised

By Stewart Tandler, Crime Reporter

The detective who tracked down and caught Siegmund Sperber, the international confidence trickster wanted throughout Europe, was commended yesterday by a judge at the Central Criminal Court for his "industry, skill and dedication".

The commendation was given to Detective Sergeant John Mullally of Scotland Yard's Fraud Squad at the end of a £271,000 perfume fraud trial. On Tuesday Sperber, known in Britain as Georg Pratten, was jailed for five years for his part in the fraud and yesterday *The Times* disclosed details of his career as the master of a cheque fraud system across Europe.

Sgt Mullally spent months pursuing Sperber and eventually gave evidence for 14 days during the trial. He suffered a heart attack during his investigations and is retiring. Yesterday was the completion of his last case.

Judge Neil McKinnon, QC, told him: "I have rarely known a case more complex or where the outcome was so dependent on the industry, skill and dedication of one man, a police officer. You are that man and I direct you be highly commended for your effort and this be placed on your record".

The commendation was

## TV hearing rules 'unfair'

By Kenneth Gosling

Another protest about the way the Broadcasting Complaints Commission handles evidence is made today after an adjudication on a programme made by Southern Television.

Southern, which formerly held the commercial franchise now operated by TV South, is the third organization to complain about the commission's hearing of complaints. The others were London Weekend Television and the BBC.

The commission upholds a complaint by Mr Nigel Nicolson over a regional documentary shown last August, entitled *All Passion Spent*, which dealt with the unconventional marital relations of his parents, Sir Harold Nicolson and Vita Sackville-West.

Southern, the commission says, took insufficient steps to ensure that Mr Nicolson fully appreciated the treatment it intended to give the subject before he agreed to participate and relinquish his copyright.

In a statement, Southern says: "The producing company is in the position of a defendant but without the opportunity of confronting its accuser and with no chance of challenging his or her allegations in front of the commission."

## Scotland advised to abolish the tawse

By Lucy Hodges

Scottish authorities have been advised to abolish the beating of boys in schools hours before the European court of Human Rights gives judgment in a case brought by two Scottish women.

The European judges in Strasbourg will deliver their decision today. If they rule against Britain, as the European Commission of Human Rights did last year, the judgment could have far-reaching effects.

The United Kingdom, alone in Europe, continues to allow the beating of school children. The Irish Republic banned the practice on the first of this month. Mr George Younger, the Scottish Secretary, has issued advice that it should be phased out in Scotland by July 1984.

The complaints brought by Mrs Grace Campbell, of Glasgow, and Mrs Jane Cosans, of Fife, about the use of the Scottish tawse, a leather strap applied to the palm of the hand, hinge on a technicality because their children were not "beaten".

But the commission said that because the parents could not have their children taught "in conformity with their own religious and philosophical conviction" that was a breach of the European Convention on Human Rights. The commission did not

find a breach of article 3 of the Convention on Human Rights which protects people from "degrading treatment or punishment". However, there are more cases lodged in Strasbourg by parents from England and Scotland whose children were beaten and which allege breaches of article 3. It is these cases which are likely to force the Government to change the law.

Even if Mrs Campbell and Mrs Cosans win today, the Government might not necessarily be forced to abolish corporal punishment. The Department of Education and Science seems to be in no mood to do so. Mr Rhodes Boyson, Under-Secretary of State, has said that the campaign to abolish the case "threatens school discipline and the safety of pupils and staff".

Mrs Campbell's case was based on the refusal of Strathclyde regional education authority to promise that her son, then aged 11, would not be beaten.

Mrs Cosans's son was told to report for the belt after he had broken a school rule. He refused and was suspended from school. Fife regional education authority refused to guarantee that he would not be beaten.

## NEWS IN SUMMARY

### Insurance group broke race Act

A Lloyds syndicate of insurance underwriters has admitted to breaking the Race Relations Act by refusing to give car insurance to Mrs Erica Mainprize, a Canadian-born woman who lives in Britain (Lucy Hodges writes). It has also agreed to pay her damages of £150 and her legal costs.

Mrs Mainprize, of Gildersdyke, Humberside, who is married to an Englishman, applied through brokers to Safeguard Motor Policies for car insurance in her own name. But she was told the company had rejected her because she was not born in the United Kingdom.

She complained to the Commission for Racial Equality and legal proceedings began.

### Doctor returns to Soviet Union

Dr Vladimir Marmalyov, aged 34, who jumped ship in Liverpool on February 9 and sought political asylum in the United Kingdom returned to the Soviet Union on Wednesday February 17, it was confirmed yesterday.

The Home Office gave Dr Marmalyov permission to stay for six months. After that, his application to stay permanently would be reviewed. Yesterday, Mrs Jeanne Townsend, information officer for the British Refugee Council, said: "The Soviet consul has confirmed that Dr Marmalyov left London on February 17".

### Police win pools

Five detectives in Reading, Berkshire, have won £23,388.65 for an £3 stake on Littlewoods pools. They are Detective Sergeant Robert Longland, aged 39, Detective Constable John Johnson, aged 25, David Gill, aged 25, Glenn Henham, aged 27, and Fred Coleman, aged 34.

### 'Legion' suspect

A Derbyshire woman, aged 46, was seriously ill in Chesterfield Royal Hospital yesterday with suspected legionnaire's disease. The woman was in the Chesterfield packaging factory of Robinson and Sons.

### First-time chick

An albatross chick has been hatched for the first time in captivity at Birdland Sanctuary, Bourton-on-the-Water, Gloucestershire.

With a top speed of 122 mph and a unique turbo engine that brings a new dimension to overtaking, it's not surprising that the rear end of the Saab Turbo has become a pretty common sight on British roads today.

Yet if you caught one stationary, you'd find there's more than one side to a Turbo, than performance and acceleration.

For instance, a glance inside at the plush velour upholstery will immediately tell you you're going to be driving in luxury.

Sink into the sumptuous seats and you'll soon realise you're in a very stylish and spacious five-seater saloon. With the two front seats having a feature you'll definitely warm to in winter. Electric heating.

However, beneath that rear spoiler you'll probably be surprised to find something that spoils the capacity claims of many estate cars. A huge boot that more than doubles in capacity simply by folding down the rear seat.

You could say we play it safe by combining fast sports car performance, luxury saloon car comfort, and the practicality of lots of loading space with easy access.

Practical safety also comes with such features as diagonally split servo-assisted disc brakes all round, progressive power-steering, which hardens up when motoring hard and loses its tautness so ingeniously in tight corners, that even 'L' drivers being taught to park could think they've reached a very advanced driving stage.

Another very advanced feature not immediately evident to first time drivers of a Saab is the unique air filter in the ventilation system. It prevents all the usual dust and even pollen infiltrating the car interior.

Of course, it must be reassuring to know that the interior itself is one of the safest passenger compartments in the automotive world. It actually cocoons you in a solid steel safety cage.

Which must be almost as strong a case for buying a Turbo, than the one in favour of performance and acceleration.

**SAAB TURBO**



## 22 MPs rebel against Botha in race vote

From Gerald Shaw, Cape Town, Feb 24

The National Party split today when 22 MPs voted at a caucus meeting against a motion of confidence in Mr P.W. Botha, the Prime Minister, throwing white South African politics into turmoil.

If the split worsens it could result in a far-reaching political realignment. The vote came after several days of intense speculation about differences said to be developing in the party over constitutional policy. Dr Andries Treurnicht, Minister of State Administration, a right-wing intellectual and leader of the powerful Transvaal National Party, is opposed to any form of power-sharing with white, coloured (mixed race) and Indian South Africans in constitutional proposals expected to be unveiled later this session.

At today's caucus meeting Mr Botha gave the 22 dissidents until next Wednesday to reconsider. If the number of dissidents grows it will mean a powerful new political force on Mr Botha's right flank which might displace the official Progressive Federal Party opposition.

Mr Botha would like to keep the split to a minimum, getting rid of some trouble-

some right wingers but maintaining his comfortable majority in Parliament. He is still firmly in control, having gained 100 votes in his favour with 22 against and 19 MPs said to have been absent.

What happens will depend on Dr Treurnicht. He is said to have avoided casting his vote today by walking out of the meeting. But it will be difficult for him to avoid taking a public stand. He met a group of the dissident MPs in his Parliamentary office this afternoon.

If Dr Treurnicht, a former chairman of the Broederbond and influential in Dutch Reformed Church circles, decides to lead the breakaway movement, it could mean very serious difficulties for Mr Botha. A key question would then be whether Dr Treurnicht could get a vote of confidence from the Transvaal congress of the National Party.

The provincial party machine is organised on a strictly federal basis. If Dr Treurnicht were able to take the Transvaal with him, he would be in a position to challenge Mr Botha for the national leadership and to reunite Afrikanerdom under his own ultra-conservative banner.

When Dr Treurnicht met parliamentary correspondents tonight he said that he would not back down from his opposition to power-sharing in any circumstances. There could be no reconciliation in the party if Mr Botha did not give way. Power-sharing had never been Nationalist policy. On the contrary, it was the policy of the Progressive Federal Party and could never enjoy his support.

He has called a meeting of the Transvaal head committee of the National Party for this weekend. The committee includes all the Transvaal MPs and senior Cabinet ministers, including Mr R.F. Botha, Minister of Foreign Affairs, Mr Gerrit Viljoen, Minister of Education, Mr F.W. de Klerk, Minister of Mines, and Dr Pieter Koorndyk, the minister in charge of Black Affairs. These ministers are likely to mount a campaign to restore party unity.

At Johannesburg, Miss Linda Bernhardt, well-known here for organizing shows for blacks, was arrested last night as she arrived from New York (AFP reports). Police told her parents, who had waited in vain for her to emerge from customs at the Jan Smuts International Airport, that she had been held under article 22 of the General Laws Act, which allows a renewable 14 days' detention without trial. Miss Bernhardt specializes in bringing black entertainers from abroad to perform before black audiences.

### NEWS IN SUMMARY

#### Giscard refuses to lie down



Paris — M Valéry Giscard d'Estaing, former French President, has announced that he will be a candidate in the local elections on March 14, in the district of Chamalières, where the family seat is located (Charles Haragrove writes).

This means that at the still relatively young age of 56, he has decided to return to active politics, starting again on the same course as he did 24 years ago, when he was first elected a member of the local assembly of the Puy de Dôme in 1958.

Breaking the news to a local paper he makes it clear that he is not resigned to playing the role of the occasional oracle on national affairs — to which some leaders of the Opposition would like to confine him. He wants to make a fresh start and acquire a new political legitimacy.

#### Squatter snag for Mugabe

Salisbury — The Zimbabwe Government is being urged by the lawyers of a white farmer to take action against about 400 squatters defying a High Court order to move from land owned by him (Stephen Taylor writes). The police have so far not moved.

Land hungry blacks, disappointed by the slow progress in redistributing farm land, are also closely watching what the response of the Salisbury authorities will be.

#### More quit on Polisario

Addis Ababa — Three more states, making a total of 11, walked out of the meeting here of the Organization of African Unity's Council of Ministers in protest at the presence of the Polisario Front's Sahrawi Arab Democratic Republic (SADR).

The departure of Djibouti, Niger and Tunisia was prompted by a formal welcome to the SADR delegation by Mr Archie Moghe, the Foreign Minister of Botswana, who is the new council Chairman.

#### Mastel takes chess lead

Jonathan Mastel is in the sole lead in the Western European zonal tournament at Marbella after beating Michael Stean in the third round (Harry Golombek writes). This was a brilliant and crushing game by Mastel in which he disposed of Stean's Sicilian defence by an attack on the enemy King involving the sacrifice of a Bishop.

John Nunn came up to second place with an easy win over van der Wiel, this being the Dutch master's first loss in the competition. Scores are: Mastel 2½, Nunn 2, Stean 1½, van der Wiel 1, Ljubojević 1, and Hübner 0 and 1.

#### White rift grows in Salisbury

From Michael Hornsby, Salisbury, Feb 24

A rift is developing within the Republican (formerly Rhodesian Front) Party of Mr Ian Smith, the former Prime Minister, between white and black members, who now sit on the Opposition benches in the black-dominated Parliament of Zimbabwe.

Mr Smith and his fellow MPs occupy the 20 seats in the 100-seat Assembly which are reserved for whites until 1987 under the terms of the Lancaster House constitution signed in London in December, 1979.

At a meeting of the party caucus next week, between five and 12 dissident Republican Front MPs are expected to announce their intention to defect and sit as independents. Although they do not as yet form an identifiable group, they may eventually establish a loose alliance.

A leading member of the dissidents is Mr Chris Andersen, who represents Salisbury's Mount Pleasant constituency. He is a former Minister of Justice in the pre-independence Government of Bishop Muzorewa. "A number of us feel that the Republican Front, because of the unchanged attitudes of its leaders, is no longer able to reflect the full range of the views and interests of the white electorate."

Mr Andersen said "We believe we must adopt a more constructive approach if we are to make the best use of the years that remain before the reserved seats expire."

Last week, at an unusual meeting in Parliament with 70 white businessmen, at which he sought to reassure them about the future, Mr Robert Mugabe, the Prime Minister, dropped a public hint that he would find it easier to appoint whites to Cabinet posts if they were not members of the Republican Front.

At present, there is only one white member of the Cabinet, Mr Denis Norman, the Minister of Agriculture. They were previously president of the predominantly white Commercial Farmers' Union.

The suggestion that his party did not fully reflect white views was challenged today by Mr Smith. "All the whites I meet make it clear that we represent them."

Mr Smith admitted that he might not be able to prevent a breakaway but added the discontent in his party to the sort of backbiting that was to be expected when the whites were facing difficult times.

#### US delays missile programme

From Nicholas Ashford, Washington, Feb 24

The Pentagon has announced a two-year delay in its programme to produce a new generation of the controversial Maverick air-to-ground missiles.

The decision, which comes after an investigation by The Washington Post into the missile's long record of expensive troubles, was part of a growing pressure from the hardliners in the party and even some soft-spoken criticism from liberal reformers.

He made it clear that he was sticking to his line of tightly controlled economic reform — "Socialism can be reformed", he said in a reference to the hardliners — coupled with the reconstruction of the role of the Communist Party. Paraphrasing the slogan of underground Solidarity activists ("The winter is yours, the spring is ours), he said: "the spring will not be yours or ours, it will simply be Polish and socialist."

The international situation, General Jaruzelski said, was deteriorating with the United States trying to make Poland a hotbed of tension and thus undermining the stability of peace in Europe. The Polish economy was suffering from the disastrous effects of sanctions, he said, praising Soviet assistance.

Martial law, the "state of war" (as it is called in Polish) could thus rather be seen as a state of anti-war, he said, the only way to maintain stability and peace at a time of growing world tension.

The speech had three main themes. First, there was a continuing need for martial law though some restrictions would be phased out. This was to keep control of the economy and ensure social stability. Second, the economy would recover in two to three years if the country remained calm. The slowness would regain its value and Poland's international standing would be restored.

However, although \$173m has already been spent on developing the new missiles, the weapon has performed badly during testing. Of five live missile firings scheduled in the past four months, one aborted, two failed and two were postponed.

A decision to go ahead with the purchase of 61,000 missiles at a cost of \$5,000m was scheduled to be made this summer. However, the Pentagon has now announced that the decision is being put off until early 1984.

Mr Martin Chen, the Deputy Assistant Air Force Secretary, said: "We are certainly not abandoning Maverick. We have a missile we feel very strongly about."

#### Poland: Party at odds

From Roger Boyes, Warsaw, Feb 24

General Wojciech Jaruzelski, the Polish leader, today opened the first full meeting of the policy-making Central Committee with a 68-page speech that bitterly criticized Western sanctions, defended martial law and asked for an end to factional struggles in the Communist Party.

The speech, received with prolonged applause, comes at a time of growing pressure from the hardliners in the party and even some soft-spoken criticism from liberal reformers.

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#### Argentina to 'advise' Salvador

From Paul Ehlman, San Salvador, Feb 24

The spectre of an intervention in El Salvador by right-wing Latin American Governments fearful of a guerrilla victory here has been raised again by Salvadoran military officers.

General José Guillermo García, the powerful Salvadoran Defence Minister, flatly refused to rule out the possibility of "advisers" being sent to El Salvador by Argentina and other Latin American countries when he was questioned on this point yesterday. "At this moment we have no Argentines in El Salvador", General García said. Pressed on this point, he replied: "For the future I can't say. The future is the future."

His remarks came during the first visit to Argentina by El Salvador's Chief of Staff, Colonel Rafael Flores Lima. Colonel Flores' visit to Argentina is at the invitation of military figures there who, according to official sources, have offered to provide "advisers" and military equipment to El Salvador.

According to General García, Salvadoran officers and cadets are presently being trained in two other Latin American countries with repressive regimes — Chile and Paraguay.

Right-wing military figures in Latin America have become increasingly alarmed at the trend of events in Central America since the victory of the Sandinista guerrillas in Nicaragua in 1979. They are also showing signs of growing unease at the mounting opposition in the United States Congress to President Reagan's policies towards El Salvador.

"We let Jimmy Carter hand Nicaragua to the communists. We're not going to let Reagan do the same with El Salvador", an Argentine official said recently. He was referring to former President Carter's decision to cut off military supplies to the dictatorship of the late President Anastasio Somoza.

The source said that Argentina had already held discussions with military leaders in Chile and Brazil about the apparent success of the guerrilla campaign.

The International Red Cross has been shaken by what is regarded as a flagrant breach of the neutrality code by Señor Enrique de la Mata, of Spain, president of the League of Red Cross Societies, during a visit to El Salvador (Alan McGregor writes).

At a news conference in San Salvador earlier this month, he said that President José Napoleón Duarte was a "genetic democrat", dedicated to his country's welfare and deserving of support. He also criticized Western media for painting what he regarded as an excessively dramatic and negative picture of events there. Señor de la Mata had gone to El Salvador to offer the Red Cross's good offices in bringing the conflict there to an end.

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The speech had three main themes. First, there was a continuing need for martial law though some restrictions would be phased out. This was to keep control of the economy and ensure social stability. Second, the economy would recover in two to three years if the country remained calm. The slowness would regain its value and Poland's international standing would be restored.

However, although \$173m has already been spent on developing the new missiles, the weapon has performed badly during testing. Of five live missile firings scheduled in the past four months, one aborted, two failed and two were postponed.

A decision to go ahead with the purchase of 61,000 missiles at a cost of \$5,000m was scheduled to be made this summer. However, the Pentagon has now announced that the decision is being put off until early 1984.

Mr Martin Chen, the Deputy Assistant Air Force Secretary, said: "We are certainly not abandoning Maverick. We have a missile we feel very strongly about."

## Time for coffee in Lebanese limbo

From Robert Fisk, Tripoli, Lebanon, Feb 24

Just 30 feet separates the Syrian paratroopers from the Muslim Lebanese militia men of Tripoli and today they faced each other with heavily armed nonchalance across a dusty highway which bears the appropriate name of Syria Street.

The Syrians dressed in the crimson and green camouflage dress of Colonel Rifat Assad's Special Forces, stood on the eastern side of the thoroughfare beneath the little hill where many of Tripoli's Alawite community have their homes.

The militia men lounged against their wood-and-sandbag emplacements on the other side of the road, beneath great flags which proclaimed that there was only one God and his prophet was Muhammad. In Tripoli these days, it is a point worth bearing in mind.

The city's fifth ceasefire, a truce of Byzantine complexity for which the militia men of the Popular Resistance Movement held out little hope, had just taken effect: an old man with a portable drinks stand had set up business beneath the bullet-scarred portrait of a martyr, dispensing thick Arabic coffee from small, painted china cups. The gunmen wore miniature Korans as pendants round their necks, a theological precaution which had failed to save the lives of 12 of their people.

As usual, the fighters wore fatigues, the intellectuals blue jeans. Hamze, balding but mustiched, supposed himself an intellectual although he would not disclose his second name for fear that the Syrians might arrest him once the ceasefire was consolidated.

#### Division between Muslims

Why were his men fighting the Syrians? And why had the fighting started in Tripoli just as the Syrian Army was trying to crush the uprising in the Syrian city Hama 100 miles away to the north east? His answers were cautious and somewhat unsatisfactory. "The people of Hama and the people of Tripoli are one people," he said, "because they are part of the Arab world and the Muslim world, but there is no coordination between what is happening in the two cities." Yet he seemed to hold more than sympathy for the rebels of Hama.

In reality, however, it is the division between Muslims that seems to matter in Tripoli where the minority Alawite sect — to which the Syrian leadership belongs — accounts for only 10 per cent of the city's population. Hamze himself is an Alawite but there is a powerful majority Sunni Muslim influence among the Islamic militiamen which identifies the Alawite citizens with the Syrian Army, an animosity that sometimes betrays itself in ugly, sectarian form.

#### Syrian motives suspected

It would indeed be a mistake to believe that the conflict in Tripoli was not also a popular and probably spontaneous reaction to the presence of the Syrian Army, whose duties in Lebanon have come to be regarded by many thousands of Muslims as well as Christians, as occupation rather than peace-keeping.

Arab Democratic Party, the pro-Syrian movement that is both supported and armed by the Syrians, a portrait of Colonel Rifat Assad — "Dr Assad", in the legend beneath — all of Syria's Arab visitors. In a heavily-carpeted room beside a lacquered Chinese cupboard, Mr Rashid Mukhammad, the ADP's secretary general explained that the fighting in Tripoli was all part of "the plot".

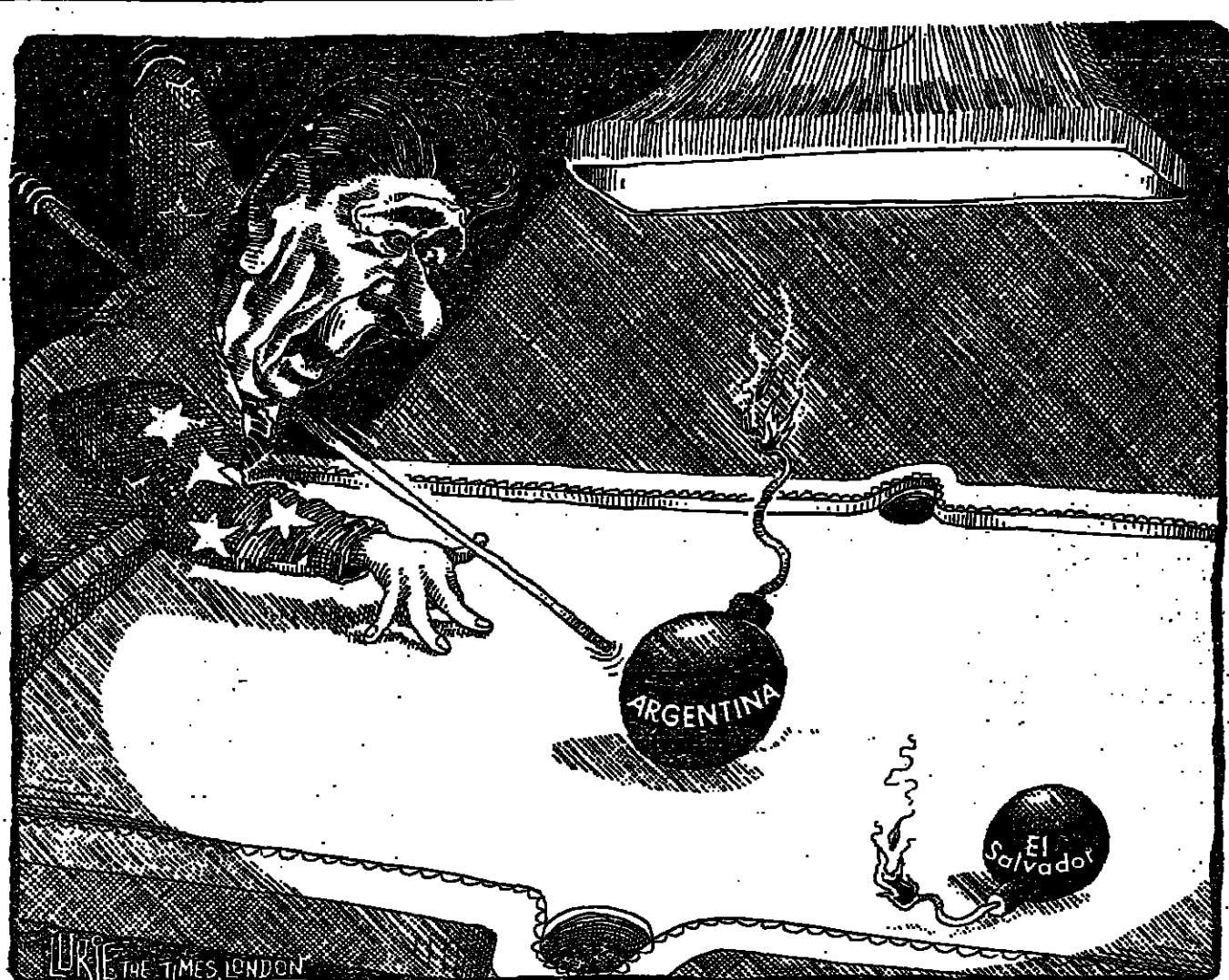
The Lebanese are familiar with "the plot", a conspiracy of mind-boggling proportions which allegedly includes the United States, Israel and all of Syria's Arab enemies. Mr Mukhammad blamed the Tripoli conflict on America, Israel and Iraq, all of whom had supposedly conspired to divert Syria's attention from the struggle going on in southern Lebanon.

It was true, Mr Mukhammad said, that the Alawites were a minority and the Sunni Muslims a majority but it was coincidental that President Assad was an Alawite. The Alawites, he maintained, were at the very heart of the Arab struggle against Israel. The Syrians were only in Lebanon to keep the peace.

If what he said was true, then there must be a very large number of misguided Sunni Muslims in Tripoli.

Mr Mukhammad was forced to break off his interview by the arrival of a visitor who had come to assist in the ceasefire talks: across the carpet towards him, pistol at his hip, stepped the familiar figure of Mr Yassir Arafat.

The chairman of the Palestine Liberation Organisation did not look all that happy, he was, after all, rather long way from the borders of what once Palestine.



#### Poland: Party at odds

From Roger Boyes, Warsaw, Feb 24

#### Jaruzelski defends reform

From Roger Boyes, Warsaw, Feb 24

General Wojciech Jaruzelski, the Polish leader, today opened the first full meeting of the policy-making Central Committee with a 68-page speech that bitterly criticized Western sanctions, defended martial law and asked for an end to factional struggles in the Communist Party.

The speech, received with prolonged applause, comes at a time of growing pressure from the hardliners in the party and even some soft-spoken criticism from liberal reformers.

He made it clear that he was sticking to his line of tightly controlled economic reform — "Socialism can be reformed", he said in a reference to the hardliners — coupled with the reconstruction of the role of the Communist Party. Paraphrasing the slogan of underground Solidarity activists ("The winter is yours, the spring is ours), he said: "the spring will not be yours or ours, it will simply be Polish and socialist."

The international situation, General Jaruzelski said, was deteriorating with the United States trying to make Poland a hotbed of tension and thus undermining the stability of peace in Europe. The Polish economy was suffering from the disastrous effects of sanctions, he said, praising Soviet assistance.

Martial law, the "state of war" (as it is called in Polish) could thus rather be seen as a state of anti-war, he said, the only way to maintain stability and peace at a time of growing world tension.

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#### Argentina to 'advise' Salvador

From Paul Ehlman, San Salvador, Feb 24

The spectre of an intervention in El Salvador by right-wing Latin American Governments fearful of a guerrilla victory here has been raised again by Salvadoran military officers.

General José Guillermo García, the powerful Salvadoran Defence Minister, flatly refused to rule out the possibility of "advisers" being sent to El Salvador by Argentina and other Latin American countries when he was questioned on this point yesterday. "At this moment we have no Argentines in El Salvador", General García said. Pressed on this point, he replied: "For the future I can't say. The future is the future."

His remarks came during the first visit to Argentina by El Salvador's Chief of Staff, Colonel Rafael Flores Lima. Colonel Flores' visit to Argentina is at the invitation of military figures there who, according to official sources, have offered to provide "advisers" and military equipment to El Salvador.

According to General García, Salvadoran officers and cadets are presently being trained in two other Latin American countries with repressive regimes — Chile and Paraguay.

Right-wing military figures in Latin America have become increasingly alarmed at the trend of events in Central America since the victory of the Sandinista guerrillas in Nicaragua in 1979. They are also showing signs of growing unease at the mounting opposition in the United States Congress to President Reagan's policies towards El Salvador.

"We let Jimmy Carter hand Nicaragua to the communists. We're not going to let Reagan do the same with El Salvador", an Argentine official said recently. He was referring to former President Carter's decision to cut off military supplies to the dictatorship of the late President Anastasio Somoza.

The source said that Argentina had already held discussions with military leaders in Chile and Brazil about the apparent success of the guerrilla campaign.

The International Red Cross has been shaken by what is regarded as a flagrant breach of the neutrality code by Señor Enrique de la Mata, of Spain, president of the League of Red Cross Societies, during a visit to El Salvador (Alan McGregor writes).

At a news conference in San Salvador earlier this month, he said that President José Napoleón Duarte was a "genetic democrat", dedicated to his country's welfare and deserving of support. He also criticized Western media for painting what he regarded as an excessively dramatic and negative picture of events there. Señor de la Mata had gone to El Salvador to offer the Red Cross's good offices in bringing the conflict there to an end.

The International Committee of the Red Cross immediately issued, through its San Salvador delegation, a statement emphasizing that the Red Cross could not take sides.

#### Soviet Union accused of pummeling Helsinki act

From Our Correspondent, Madrid, Feb 24

In one of the sharpest exchanges yet at the European Security Conference, a United States delegate replied today to a Soviet accusation that the United States is leading a western attempt to sabotage the meeting by claiming that the USSR of "sheer hypocrisy".

The "Helsinki Final Act" has been pummelled to near death by the Soviet Union.

Mr Max Kampelman, the chief United States delegate, said: "We are not going to let the Soviet Union, who, he said, had either been sent to mental hospitals or sentenced to labour camps for denouncing the misuse of psychiatry."

He said: "Men and women, sane and exercising their rights as human beings under the Helsinki Final Act, have been, usually without trial, brutally condemned to the grotesque world of politically controlled psychiatric institutions."

The flare-up came at a closed-door plenary session of delegates of the 35 Helsinki Pact countries (all Europe except Albania, plus the United States and Canada), 15 days after the Madrid meeting was resumed after a winter recess.

With the work of the conference at a standstill because of the East-West confrontation over the Polish issue, representatives of neutral and non-aligned nations are to present a proposal possibly within a few days, to adjourn the conference until next October.

Allegations that Britain is violating the Helsinki Final Act in Northern Ireland, similar to those made by a Polish delegate last week, were brought up by the Czechoslovakian delegation today. The British did not reply.

## EEC defies tobacco lobby

From Ian Murray, Brussels, Feb 24

The attitudes of leading manufacturers, he went on, "seem to me not far removed from those which lead British Leyland to sell their cars on the British Market at prices far above those they charge abroad. This is not, in my view, what the Common Market is about."

The report estimates that only about 2 per cent of prices would be affected by its proposals at this stage, although looks forward to tax increases being used as a way of controlling the smoking habit.

At the moment, taxes on cigarettes amount to 70 per cent of the retail price and 350 per cent of the production costs, but there is little chance that these levels act as a deterrent. Tables published with the report show that smoking in Britain has risen by almost 50 per cent in the past decade. This is presumably

due in part to the fact that prices in real terms have actually gone down. The idea behind the proposals is to work towards a mix of the two methods used for taxation. One, preferred in Britain, is to charge the same tax on every packet of cigarettes. The other, preferred in France, is to vary the tax according to the cost of the product.

The Commission report is itself a piece of history, since it is the first time such a document has been prepared for direct reference to the European Parliament. This, Mr Tugendhat said, was precedent of some importance, and "an important step towards bringing Parliament into the Community's legislative process to as great a degree as possible."

If approved Parliament and council, the proposals would come into effect at the start of next year.

#### Defence spins out Spanish trial

From Richard Wigg, Madrid, Feb 24

The delaying tactics of the defence were intensified when the court martial confirmed here today of 32 Spanish officers accused of involvement in last year's failed plot to overthrow democracy in Spain.

The Government want to finish the trial — fraught with danger for Spanish democracy — as quickly as possible. The defence obviously feel it is in their interests to delay matters as much as possible.

Yesterday the accused refused to appear in court at all until its president, Lieutenant-General Luis Alvarez, head of the Supreme Council of Military Justice, expelled Señor Pedro Ramirez, editor of *Diario 16* from the court and suspended the newspaper's accreditation. The newspaper had published an article on last year's events.

Today, defence lawyers demanded an adjournment until next Monday. "This is out of proportion and not possible," General Alvarez said, granting an adjournment of half an hour.

When the court resumed, Colonel Salvador Escandell, counsel for Lieutenant-General

to see the return in the season — Agency France

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NEWS IN SUMMARY

Hanoi stays silent on missing GIs

Bangkok—A high-level United States delegation left Hanoi with no new information about 2,500 American servicemen still missing from the Vietnam war and an awareness of how hostile the Vietnamese feel towards the United States on the issue. (Neil Kelly writes)

Mr Richard Armitage, Deputy Assistant Secretary of Defence who led the mission, claimed on his return to Bangkok that he had found "a new spirit of cooperation" but the Vietnamese could not have been more brutally frank in the discussions, according to well-informed officials.

The Vietnamese threatened no more cooperation at all unless the Americans stopped using the issue as a political weapon against them. Some of the missing men, buried hurriedly in unmarked graves, took a long time to find and yet the Vietnamese were being accused of "holding back".

Female watch on Gaddafi

Tunis—Accompanied by 10 female uniformed bodyguards, some of them teen-agers, Colonel Gaddafi of Libya began talks in Calthage with President Bourguiba, their first encounter since the aborted merger of the two countries in 1974.

His guards carried pistols and were in battle dress. Colonel Gaddafi had spent the night in President Bourguiba's home town of Monastir.

Strike at 'New York Times'

New York—Peace talks were continuing at The New York Times to try to prevent a recurrence of a drivers' strike that had prevented distribution of most copies of the newspaper in the New York area. (Christopher Thomas writes)

Only about 80,000 copies of the normal 875,000 run were printed on Tuesday night.

Fighting talk in Peking

Peking—Vice-Chairman Deng Xiaoping who met Mr Khieu Samphan, leader of the Marxist Khmer Rouge, here for talks on the fight against the Vietnamese-backed regime in Phnom Penh.

Mr Deng who last week met Prince Norodom Sihanouk, the former Cambodian head of state, has asked anti-Vietnamese resistance groups to forget their differences and set up a coalition Government.

Recompense for peace fighter

Oslo—Alva Myrdal, who is 80 and the former Swedish Minister of Disarmament, was awarded an honorary "Norwegian People's Peace Prize". She said the 375,000 kroner (£35,000) prize money would go to a fund for disarmament and peace.

Nineteen Norwegian political and pacifist organizations launched a nationwide collection of money for Mrs Myrdal after the Norwegian Nobel Committee failed to award the Peace Prize to her.

Fit Kissinger

Boston—Dr Henry Kissinger, the former Secretary of State, who underwent open-heart surgery two weeks ago, was discharged from hospital and said he felt "in fine shape and in great spirits". He added: "I'm told I'll be more vital than ever".

Test tube girl

Paris—France's first test tube baby, a girl weighing 7½lb, was born in Clamart, near Paris, delivered by Professor René Frydman in a normal birth. Britain, Australia and the United States are the only other countries with test tube babies.

Steamroller death

Invercargill—Andrew Tom Remick, aged 20, an Englishman who came to New Zealand three weeks ago, died on his first day at work when a steamroller he was driving slid off a road, overturned down a bank and crushed him, police reported. His parents live in St Columb, Cornwall.

Aid for Aborigines

Perth—Emergency food supplies are being air-dropped to 450 aborigines cut off by monsoon rains in the isolated far north of Western Australia.

Narrow win in referendum



Joy in Godthab: Anti-Marketters celebrate their victory with torches in Greenland's capital.

Greenland decides to quit EEC

From Christopher Follett, Copenhagen, Feb 24

The streets of Godthab, the tiny capital of Greenland, resounded to the sound of fireworks and cheering early this morning as anti-Marketters celebrated their narrow victory in yesterday's referendum on continued membership in the European Economic Community.

The poll, in which a record 75 per cent of Greenland's 32,000 electorate participated, resulted in a 52 per cent vote for leaving the EEC to a 46 per cent pro-Market vote.

Although the referendum was consultative, the result will almost certainly lead to the icebound north Atlantic territory, which gained home rule under the Danish crown in 1979, leaving the Common Market by 1985 at the latest. Despite a 70 per cent anti-EEC vote in a previous referendum, Greenland, then only a province of Denmark, reluctantly joined the Market along with the mother country in 1973.

Mr Jonathan Motzfeldt, chairman of the local Greenland parliament in Godthab, the leader of the ruling left wing anti-EEC Siumut Party, flew today to Copenhagen for talks on Greenland's future with the Danish government. With its 13 of the 21 seats in the Greenland Assembly, Siumut will have no difficulty gaining local parliamentary assent at a special session next month, for legislation empowering Denmark to start negotiations with Brussels.

Mr Anker Joergensen, the Danish Prime Minister, said today that Denmark "would respect any decision by

Greenland to leave the EEC, but gave a warning that it would not compensate the territory for lost EEC subsidies.

"The Danish government would have preferred Greenland to stay inside the Community," Mr Joergensen told Ritzau, the Danish news agency. "But we are prepared to help the island in negotiations for a withdrawal from the EEC if that is the final decision the Greenland parliament reaches."

In a radio interview, Mr Paul Dalsager, Denmark's Agricultural Commissioner, said that he regretted the referendum result. He also said that expected efforts by the territory to acquire associate status with the Common Market, such as some French, British and Dutch overseas territories enjoy, might receive a cool reception in Brussels.

"The island's economic importance within the EEC is so minimal that its withdrawal will have no effect on the Common Market," Mr Dalsager said.

Anti-EEC sentiment in Greenland is rooted more in nationalist feeling than in economic issues, although the EEC fisheries policy was bitterly resented as outside interference in the island's most vital industry. The result of the poll reflects the sense of estrangement from distant Europe of a largely Eskimo people, its desire for closer ties with north American Inuit (Eskimo) communities and not least its growing sense of national awareness and identity just three years

after devolution. In the past 30 years, Greenland a Danish colony for about 200 years until 1953, has developed from a primitive trapping and fishing society to a modern state with lead, zinc, and cryolite mining rivaling fishing as a source of export revenue. Greenland's rapid increase in living standards has brought with it serious problems, such as high rates of venereal disease and alcoholism.

Economically Greenland will lose from leaving the Common Market. Combined EEC regional, social and agricultural aid to the island is currently running at about 185m kroner (£12.5m), and the European Investment Bank has granted Greenland 385m kroner in loans since 1973.

Siumut and Opposition politicians agree that the referendum decision will not affect Greenland's defence commitments (there is an important United States air base at Thule in the north of the island), or its home rule status under Denmark, which provides it with 1,800m kroner in aid per year.

Brussels: The European Commission noted "with regret" today that Greenland had voted to leave (Ian Murray writes). At the same time there was no clear idea of the long negotiations will mean that Greenland will remain a member of the Community until January, 1984.

The European Commission is not to make any further statement on the issue until after consultations with the Danish and Greenland authorities. It is unlikely, however, that fishing rights for this year or next will in any way be affected.

Greenland's position within Denmark is somewhat analogous to that of the Isle of Man in the United Kingdom, after devolution.

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factories, creating pressure of stocks, wasting raw materials and consuming too much energy. Meanwhile, the famous brand-name products which the people like cannot be supplied in sufficient quantities. Radios, television sets, watches, bicycles and electric fans are all affected.

It calls for a policy of closure, termination, merger and conversion of unnecessary light industries, a policy which only last year was being imposed on heavy industries. It further attacks excessive production of non-grain crops by the peasants, especially tobacco and rapeseed. Mr Deng's name is also closely linked with the policy of letting the peasants grow whatever crops are most profitable.

□ Hongkong: China has begun to exploit its workers, as contract labourers, to non-communist and anti-communist countries in a programme of industrial readjustment to reduce steel and other heavy industrial products in favour of more consumer goods, a policy promoted by Vice-Chairman Deng Xiaoping whose political role is now controversial.

Mr Deng, who is 77, and several other elderly leaders are expected to retire from active guidance of the Communist Party and Government at the party's twelfth congress in the second half of this year.

"There is one Province" the newspaper said, "which has set up more than 40 domestic washing machine

Paris and Bonn in tune again

From Charles Hargrove, Paris, Feb 24

The thirty-ninth Franco-German Summit meeting, which opened in Paris today, marks the revival of the "privileged relations" between the two countries.

These went through a period of uncertainty after the Socialist victory in France last summer, and the end of the personal friendship between heads of state. Substantial differences of approach to the Polish crisis and the revival of East-West tension added to the difficulties.

There was also a time when the Socialist Government of France toyed with the possibility of "replacing" West Germany with Britain as a special partner in Europe. But, in spite of charged domestic and foreign priorities, the Government has moved back to the traditional Gaullist line, after disappointment with the British approach to Europe. This disenchantment has been increased more recently by the crisis brewing over the Community budget and agriculture.

The Paris-Bonn axis, though the word is, of course, never used, has now come to be regarded in the French capital as the only solid basis for the future development of the Community, and for the defence of European interests, in relation to both the United States and the Soviet Union.

This is why the summit has been described by the Elysee Palace spokesman as very important for the security and future of the European Community. The brief coolness in the relationship between President Mitterrand and Herr Schmidt is now over.

The Chancellor, in an interview with Le Monde yesterday, implied as much when he said that they would "cooperate as harmoniously and with as much mutual understanding as in the severest" that is, when Mr Giscard d'Estaing was in office.

Both Governments are now convinced of the need to adopt the same approach both towards the Soviet Union on Poland and the revival of East-West tensions, and towards the United States on high interest rates.

Herr Schmidt has made it clear that, in his view, the economic crisis is as great a danger to Europe as the Polish one.

Wellington warned off trade deal

From W. P. Reeves, Wellington, Feb 24

Mr Gaston Thorn, President of the European Commission, today advised against a trade treaty between New Zealand and the EEC arguing that it was not in New Zealand's interest at present. The New Zealand Government had discussed the idea with him in talks over the past two days.

Mr Thorn said it would be counterproductive to raise the question now when the Community was reviewing its common agricultural policy and its budget and discussing New Zealand's better quotas for next year.

"To introduce at this stage the idea of a long-term trade agreement could complicate matters in a way which would not, we think, be in your own interests," Mr Thorn told a press conference.

For a foreseeable future a long-term agreement would carry the risk of far lower quotas for New Zealand exports to the EEC than would be gained by discussions every two or three years.

Mr Robert Muldoon, the Prime Minister, has for several years promoted the idea of a treaty with European leaders in the expectation that such an arrangement would guarantee access would avoid the need for the constant renegotiation of quotas.

Mr Thorn did not rule out a treaty in the future. The EEC wanted trade with New Zealand over a long period and it was in the Community's interests as well as New Zealand's to know what the terms of trade would be in the future.

He would not be drawn on New Zealand's likely better quota for next year. This year the total is 92,000 tonnes.

Washing machine war breaks out in China

From David Bonavia, Peking, Feb 24

The People's Daily today painted a picture of mounting chaos in the Chinese economy, as provinces and districts, cities and communes vie with each other to produce more and more consumer goods.

In a front-page editorial, it demanded a return to stricter economic planning, saying that China must be managed like a chessboard to prevent waste of resources. The paper dismissed the regions had set up protective barriers against each other's products, and said that this must cease.

"Any product made in the Chinese People's Republic can be sold in any other part of the country, and no district, department or leader may prevent it. Proper competition must be permitted and backwardness may not be protected," it said.

The craze for consumer goods production is a result of the policy of industrial readjustment to reduce steel and other heavy industrial products in favour of more consumer goods, a policy promoted by Vice-Chairman Deng Xiaoping whose political role is now controversial.

Mr Deng, who is 77, and several other elderly leaders are expected to retire from active guidance of the Communist Party and Government at the party's twelfth congress in the second half of this year.

"There is one Province" the newspaper said, "which has set up more than 40 domestic washing machine



Facing the music: A jester's head on a carnival float greets the large crowd in New Orleans celebrating Mardi Gras. Hundreds of thousands enjoyed the jazz and jive in temperatures reaching the high seventies.

Developer may put Manhattan back on top

From Christopher Thomas, New York, Feb 24

Many New Yorkers have long been incensed at losing the tallest building in the world; but they are now nurturing faint hopes that the city will finally top the 145ft of the Sears Tower in Chicago.

Architects hired by Mr Harold Helmsley, a real estate baron with assets reputed to be worth \$5,000m, have completed initial plans of a 120-story monster that would put at least 100ft on the Sears building.

"The plan has been around for a month or more," the architects said. "We have not heard any more so we cannot say if it stands any chance of getting off the ground. Maybe Mr Helmsley is still looking for a site."

He was unavailable for comment today but there are many who doubt his supposed desire to build the world's largest office block. They see it as little more than a gimmick to attract investors into the enterprise. Nevertheless, many New Yorkers are keeping their fingers crossed.

In 1846 New York had the tallest building in the United States—the Trinity Church, standing a mere 28ft. The city reinforced the record with ever-growing blocks like the Singer Building (1905), the Chrysler Building (1930), the Empire State Building (1930) and the World Trade Centre (1971).

Then came the blow. In 1974 the Sears Tower topped the world trade centre by 104ft, and has held the record ever since. New York has never really lost its jealousy.

Mr Helmsley's architects claim to know nothing about the possible site of the new building, although they understand it to be in the middle of Manhattan. "If it were in the middle it could sit on rock and might need only

one cellar", a spokesman said.

"It is an exciting prospect; but such a building has many headaches, particularly the wind problem. Elevators are another problem. A building of that size requires an enormous number of elevators, which is why the world trade centre is, in fact, three buildings, one over the other, to minimize the amount of space elevators take up."

Exactly where such a building could go is fascinating in itself. One of the last big undeveloped plots in Central Manhattan is owned by the Post Office on Lexington Avenue; but the owners were not prepared to comment today on its possible use.

Not everybody, however, wants the Manhattan skyline to be added to. Conservationists have become a powerful force in the city and they have already thwarted one

plan to redevelop the Grand Central area of the city with a massive tower block.

Even if Mr Helmsley is serious about his proposal, the conservationists may well be powerful enough to stop him. Nevertheless, most New Yorkers are intrigued in the prospect however remote of regaining the tallest building in the world.

Japan—After medical examination of all its 2,243 flight deck crew, Japan Air Lines has grounded five of them for further check-ups. Mr Chikanori Noda, vice-president of flight operations, disclosed, On February 9 a JAL DC8 whose pilot was later found to be suffering from psychological illness crashed killing 24 people.

JAL suspends suspect crew

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Obote men hunt guerrillas after raid

From Charles Harrison, Nairobi, Feb 24

Ugandan security forces today continued to sweep the Kampala area in search of an estimated 300 anti-government guerrillas who attacked the Malindi barracks in Kampala yesterday.

Part of the search was concentrated near the Roman Catholic Cathedral on Rubaga Hill, where some of the guerrillas were positioned. Defence Ministry officials say they found a cache of 60mm mortar shells near the statue of Christ the King in front of the cathedral.

Reports from Kampala say that armed soldiers entered the cathedral and took away the men they found there, but did not molest women worshippers. Although the centre of Kampala was nearly back to normal today, Army road blocks were operating throughout the city.

A Government statement said that the attack, for which the Uganda Freedom Movement (one of several underground groups) has claimed responsibility, was not a hit-and-run affair, but was aimed at capturing the barracks and overthrowing the Government. This view was based on the interrogation of captured guerrillas.

The attempt failed. The remaining attackers fled in disarray, abandoning large quantities of arms, according to the Defence Ministry. No complete casualty figures have been given, but the ministry says that at least 67 bodies of "terrorists" have been counted, and that two Ugandan soldiers were killed. Ten of the attackers are said to be wounded.

The official statement makes no mention of civilian casualties but reports from Kampala say an unknown number died either in the fighting or in the subsequent action of the Uganda Army.

A businessman in Kampala today said that army patrols were picking up young men who could not give a satisfactory explanation of their movements and were taking them away, presumably for interrogation. Although no casualties were reported in Kampala last night most people stayed at home.

The UFM is one of three underground groups that recently merged under the name of the Uganda Patriotic Front. The merger was announced in London by two former Ugandan presidents, Mr Yussuf Lule and Mr Godfrey Binaisa.

Last-ditch effort to alter sea law text

By David Cross

British Industry has launched a last minute attempt to persuade the Government to join America in seeking modifications to a draft text of the United Nations Law of the Sea conference.

At a London press conference yesterday, Professor Donald Denman, former head of the department of land economy at Cambridge University, said that the draft document tilts unfairly in favour of the developing countries and the Soviet Union and its allies at the expense of the industrialized nations. Moreover, it would set up a giant United Nations quango which would have an absolute monopoly over at least one half of the deep seabed resources of the world.

Professor Denman, who recently had talks in the United States with American officials involved in the Law of the Sea conference, has written a paper for the British organization, Aims of Industry, entitled "The Law of the Sea Conference—need to Think Again Before We Sign". The next and probably final round of the talks are due to open in New York on March 8.

The Americans have been having second thoughts about approving the draft convention, mainly because of its alleged discrimination against industrialized Western nations on access to mineral resources on the deep seabed although it is reasonably happy with other aspects of the draft convention dealing with navigation right on the high seas.

According to Professor Denman, the United States feels very conscious of being regarded as a spoil-sport in the international community because of its isolated stand on the draft convention. "Britain and its Western allies should not leave America to stand alone on this issue", Mr Michael Myers, director of Aims of Industry, said yesterday. "It would be disastrous if the outcome of the United Nations conference became America versus the rest of the world. This would be a propaganda gift to the Soviet Union."

Professor Denman and British industrialists feel that the Government and possibly other EEC states may be about to rally to the American cause. They have written to Mrs Thatcher, the Foreign Office and the Department of Energy outlining their concerns and asking for meetings before the conference restarts.

Asked how the draft convention had got so far before the American Administration had paused for reflection, Professor Denman said that he believed the industrialized countries had been so pleased at getting their way over navigation rights that they had turned a blind eye to deficiencies on parts of the treaty dealing with mineral rights on the deep seabed.

He said that the industrialized nations' commitments into which Britain was entering were so important that even entry into the Common Market paled into insignificance beside them, Professor Denman said.

Williams argues with judge

From Neil Sutherland, Atlanta, Feb 24

Wayne Williams ended testimony in his own defence in a series of angry arguments with the prosecution and judge.

The attitude of the 23-year-old black—facing charges on two of 28 killings of young blacks—was in complete contrast to his coolness in the witness box yesterday. He was rebuked by Judge Clarence Cooper for arguing and snapping back: "I'm trying to answer the question."

He accused the prosecution of programming witnesses to lie so they could build a "two-bit" case without evidence.

Astray in the wilds of America

From Nicholas Hirst, Washington, Feb 24

Mr James Watt, the controversial Secretary of the Interior, has been plunged into a new controversy, in which the environmentalists are up in arms. There is likely to be a fierce battle in Congress.

At the weekend Mr Watt, whose style, dress and bookish square-rimmed glasses give him more the appearance of an evangelist preacher than a politician, appeared to reverse his earlier policy of pushing for oil and gas mineral exploration in wilderness areas.

"This week I will ask the Congress...to quickly adopt new legislation that would prohibit the drilling or mining in the wilderness to the end of the century," he said on television. But with a draft copy of the Bill, he intends to put before Congress in its hands, the Wilderness Society, an environmentalist group, is accusing Mr Watt of duplicity. As the law stands, exploration companies had until December 31 next year to search in wilderness areas which are intended to be closed to all except hikers and other hardy nature lovers. A wilderness area is one where man is a visitor, but does not remain and does not take his mark.

Mr Watt, whose solution to the American oil shortage is to "produce, produce, produce," wanted last year to extend the time companies could apply for mineral drilling until 2003. At the weekend he appeared to reverse this position. Environmentalists, however, believe that the effect of what Mr Watt intends is not at all in their interests.

"This Bill is a duplicitous hoax and we will oppose it," Mr William Turnage, executive director of the Wilderness Society, said yesterday. "It is not a wilderness protection Bill as Mr Watt claims it is. It is a wilderness sunset Bill, that would end wilderness protection."

Mr Larry Williams, also of the Wilderness Society, explained that the environmentalist movement was losing more than it would gain. Congress had not, in fact, granted any applications for drilling in wilderness areas and was not about to do so. Instead, the wilderness was being closed off next year, the whole debate could be reopened in 18 years.

There were other provisions opposed by the Wilderness Society. The draft legislation would prohibit the establishment of "buffer zones" around wilderness areas with restrictions on use and worse would release lands presently being considered for designation as wilderness for mineral development.

Members of Congress have said they want to look at the legislation in detail before agreeing to it and Mr Harmon Kallman, a spokesman for the Interior Department, said that the final version of the Bill had not been drafted.

Mr Watt, however, has yet another fight on his hands, to add to the problems he has already encountered. The House energy committee, chaired by Representative John D. Dingell (Democrat, Michigan) is to take up on Thursday one of its subcommittee's recommendations that Mr Watt should be cited for contempt of Congress for refusing to answer questions and supply subpoenaed documents containing Administration views on Canada's national energy policy.



## The puffing business: leafing through the advertisements and billboards

Advertising in Britain  
By T. R. Nevett

(Heinemann, £12.50)

Advertising is a subject so crisscrossed with general human interest and so full of meat for social history that one can hardly imagine in advance how a book on it could fail. But I am sorry to say that Dr Nevett has just about brought it off. There are several premonitory grounds for concern. A little lozenge on the spine, and again on the title-page, proclaims that the whole undertaking is subject to the History of Advertising Trust. The foreword by its president, Gordon C. Brunton, speaks in a chilling way of "the most important objective of setting up an Archive, Library and Study Centre" and, listing the benefits of the researches it will promote, includes two of them twice, in slightly different words. In a list of fifty at the end of his preface that "due to circumstances beyond the control of all, publication of the book has been considerably delayed". He certainly looks a bit weary and down in the mouth in the picture on the back flap. He has not been helped by his copy-editor who has let him write of Defoe's grizzly picture of quacks' posters in the plague year and of *bonhomie*. In his insistent use of firstly at least he has the support of Fowler, although not of the Prayer Book, Dr Johnson or De Quincey.

"A start had to be made



THE BISTO KIDS



THE TWO INFALLIBLE POWERS. THE BOPE & BOYRIL

he lets Captain Phage of Radio Normandy slip by with a bare mention. Radio Luxembourg is simply a thing which reached a million listeners with its 150 kilowatt transmissions. Many of them, like me, have warm and easily awakenable memories of Carson Robinson and his Oxydyl Pioneers, of the Palmolive Music Hour with the Palmolivers and vocalists Paul Oliver and Olive Palmer.

On a more solemn note the book's narrowness, its inability to relate advertising to the life and culture around it is forestalled in the bibliography which contains almost nothing but specialist texts, no books of general or social history. The large effect of advertising in people's ideas of how they ought to live and how they could live is gestured at from a great distance but not considered in any sort of detail.

Anthony Quinton

## The autocrats of Russia, the land where everything is absolutely different

The Romanovs  
By W. Bruce Lincoln

(Weidenfeld & Nicholson, £10.95)

One would rather read this book than hit over the head with it, but either experience is calculated to boggle the mind. For it is an American blockbuster which weighs two and a half pounds and packs a punch on every page. It assaults you with words and batters you with facts. It lets fly with vicious polemics ("especially vicious"). It lashed out with reckless contradictions: on page 222 Catherine the Great displays "characteristic flashes of candour"; on page 237 "a rare flash of candour". But those who can survive the assault, and can ignore the occasional errors (such as Defoe writing in the mid-seventeenth century and Voltaire living at "Ferry"), will find that Professor Lincoln's book is worth the struggle.

For it is based on much original material in Muscovite archives. And as a

composite biography of the Romanovs it is in a different league from the work of rivals like Virginia Cowles and Ian Grey. Not that Professor Lincoln is a historian of absolutely the first rank — the lack of a compelling and informing interpretation testifies to that. But he is an extraordinarily industrious digger-out of facts. The great strength of his book lies in its coherent presentation of what he has unearthed by diligent research. For example, there are two detailed chapters on the development of St Petersburg, Peter the Great's "window on the West". Although only peripherally related to his main theme, they are fascinating and revealing about a city whose hidden slums gave it the highest mortality rate in Europe.

But what emerges most

and Stalin, the traditional autocracy remains intact — and goes on protesting that it is not the autocracy of tyranny. The apparatus of absolutism is almost as old as the Romanovs themselves, though today's secret police are somehow helping the state to wither away. Stalin's junkies bore a sinister resemblance to Peter's ceremonial orgies at the Vastly Extravagant Supremacy Absurd. Omni-intoxicated Synod. Even the quaint habit of bamboozling foreigners about the condition of the country is the same. Now they are shown model factories; in the seventeenth century peasants along their routes were made to turn out in their Sunday best to impress visitors with their happiness and prosperity.

Vast as well as secretive, Russia bewildered West-

ers who were apt to regard it as a barbarous, semi-barbarous, and semi-civilized land. Of a well-mannered Russian Diderot said, "tear open his shirt and you will find his hairy skin." Diderot chose not to remember (and Professor Lincoln seems to have forgotten) that the tortures of Damians were

Piers Brendon

of a local bobby." Nevertheless, he develops an obsession both for Daniel, a probing journalist he had not seen for seven years, and Daniel's girlfriend, Stevie, a brash spouter of identikit Marxist dogma whom he has met once. So the measure of self-knowledge is acquired through piecing together his brother's life and in starting an affair with Stevie.

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Nicholas Shakespeare

## Dismal science predicting the worst

The Irrelevance of Conventional Economics  
By Thomas Balogh

(Weidenfeld & Nicholson, £16.50)

Lord Balogh has never sought cheap, or even dear, popularity. His pilgrimage from Budapest to Balliol is littered with the corpses of those who failed to share his bleak truths. Despite, or because, of this angularity of manner and violence of temperament he has held important jobs that normally go to the more bland members of the establishment — the Cabinet Minister, Vice-Chairman of the British National Oil Corporation.

Economics has harboured some brilliant minds, who have shared three characteristics. They wrote beautifully (Adam Smith, Keynes, Harrod); they lived comfortably or at the back of some 19th century house; and their views on public affairs were wrong (usually Keynes). By these criteria Marx was not wholly an economist — and Lord Balogh is not an economist at all because he writes badly and is often, perhaps usually, right about public affairs. He has what he refers to as Fingerspitzengefühl, something possessed by successful businessmen and strikingly lacking in politicians, who seek to put into words what can only be gathered by intuition.

He regards orthodox, so-called "mainstream" economics as pernicious, because it has false assumptions and systematically misleading conclusions. In its place would substitute a set of ad hoc judgments, derived from insights into the historical process and based on a set of

explicit assumptions derived from reality — that is, not set up so that the system can be self-explanatory. There are echoes here from famous controversies in the past and in the present, usually (but not always) between defenders of the status quo and socialists. Since the theory is sometimes elegant it attracts good minds; since the reasoning is almost always circular it offends those who think of economics as being about the untidy reality of history. Most of these rows began and end in Cambridge; though an Oxford man, Lord Balogh has a Fenland mind — bleak, powerful and one-track.

Economics is (like medicine) a perfectly satisfactory discipline when the system is functioning (and all that is needed is a few kind words); it is no good at moments of crisis, though it comes in handy at the inquest. Since Lord Balogh loves a crisis — and indeed seems cheerfully to anticipate the crisis — his attacks on his colleagues have greatest force when times are hard, as at the present. The trouble is that for very long periods times are not hard, and Lord Balogh's warnings sound somewhat forced; and during the crisis his remedies (being based on intuition rather than general reasoning) seem as ad hoc as anybody else's. He has an admirable record of predicting doom in the future, the consequences of oil — but the remedies (as in medicine) often seem far worse than the disease.

The footnotes are especially jolly: some references to the present Jenkins and the late Crosland could cause a reader to call for blood, and the English public schools are said to be worse than the Gulag.

John Vaizey

## The Master's finest points enjoyed

P. G. Wodehouse  
A Centenary Celebration  
1881-1981  
Edited by James H. Heine- man & Donald R. Bensen  
(Oxford, £40)

In the bar parlour of the celestial Angler's Rest P. G. Wodehouse should be sipping a rather pleased martini and puffing on a somewhat jaunty pipe as he observes the battle still raging down below. For in the more raucous atmosphere of the Scribblers' Retreat strong silent men are still provoked to passionate outbursts as an eccentric dark rum and orange suggests that Ukama was The Master's finest creation. Fine, yes, but not to be compared with Wooster and Jeeves, a large gin and tonic insists, while a double scotch and splash puts his shirt firmly on Mulliner.

Does this matter, asks a troublemaker, who is instantly condemned to join the ranks of the ungody. There is never a time when it does not matter. Jeeves said so after the young master asked the same question. He faced a crisis in his life with an ill-knotted tie.

Such questions will not be resolved in this delightful celebration of Wodehouse's 100th anniversary, which was in fact last year. But that does not matter.

What matters here is that the book contains 25 essays, 23 of them unpublished, on most conceivable and some inconceivable aspects of Wodehouse's 75 years' output. It was published on the occasion of an exhibition of Wodehouse memorabilia at The Pierpoint Morgan Library, New York (which is coming to the National Theatre next month).

From the cats and dogs appearing in the books, to translating Wodehouse (Auntie Jeeves does not sound quite right for Carry On Jeeves) to the illustrators, every facet of the man's work comes under scrutiny.

And there is some pretty provocative stuff. Anne Wood says she knows where Blandings Castle is, and goes out and says so, not caring a damn. It is Apley Hall, Shropshire. But wait. In a recent volume N. T. P. Murphy rejects Apley Hall and says Blandings is a mixture of Sudeley Castle, Corsham Court and Weston Park. The argument rages on.

Isaac Asimov has some harsh words to say about Wodehouse's morality and he means them to sting.

Let me be frank! The lead of morality in the Wodehouse canon would have been looked at as a joke in the 1970s of a great ship. Hard boiled Wall Street financiers would have pursued their lips in a sneer. The average inmate of Sing Sing would have reacted with a sharp intake of breath and a startled "What Ho!"

Elsewhere Wodehouse is given a better press. Maureen O'Sullivan, famous Jane to Tarzan, writes of her friendship with him when he worked in Hollywood. Her reward was the dedication in *Hot Water*. Who could want more?

Treat him right and he was all sweetness and light, but faced with a bad press cutting, Wodehouse was a man of steel. "An icy look comes into my hard grey eyes and I mark my displeasure by not pasting it into my scrapbook," he once explained.

This is happily not the case with this super Celebration.

Christopher Warman

## Empyrean parallelopipeds

The Skyscraper  
By Paul Goldberger

(Allen Lane, £14.95)

Referring, in 1908, to early skyscrapers, an American critic wrote about stark parallelopipeds protruding into the empyrean. Freud would, of course, have put it differently. Whatever the symbolism the type has become the outstanding feature of the expansion drive thrust, and overwhelming size of American big business.

Much has been written about skyscrapers; their structure, services, internal circulation, fire hazards, social implications, and so on, but *The Skyscraper* by Paul Goldberger, architect-critic of the *New York Times*, is devoted to aesthetics and the eye of the beholder. Goldberger frankly excuses himself from plans and technology and says nothing of what the commuting termites think.

Here is an architectural writer of distinction, a user of short words, clear sentences, apt and happy phrases. The book is a commentary moving lightly from the frenzied history of skyscrapers in America. From the last decade of the 19th century to the day after tomorrow, Goldberger spots the major innovations, and trends, and gives wistful, modulated opinions. His praise is sparing and displeasure usually mild.

The 1913 Woolworth building was the tallest in the world for seventeen years, then things sprouted like bolting lettuce. After the thirties the critics, always mumbling away, began to roar, but their voices were drowned in the din of



In the competition for design of the Chicago Tribune tower in 1922, Eliel Saarinen won second prize with this drawing. Although Saarinen's tower was never built, it had greater influence on skyscrapers than the winning Gothic erection. From *Three Centuries of Notable American Architecture*, edited by Joseph Thorne-dike (Orbis, £20)

building, commercial axe-grinding, and "progress." Having passed through the

drive for height at any price, the slab-on-edge craze, and a mass of more or less banal jokes about American architects, unhampered by technological difficulties, are really having a go. Exciting and even frightening sculptured masses of building of curious shape and with finicking mock historical detail are already going up, and may more or less of the drawing board. "It is a time of excess," says Paul Goldberger "but it is also a time of promise." I am not so sure about the promise.

Unfortunately the conglomeration of tall buildings, particularly in Manhattan, defects one of the building owners' main objects, to be seen, and seen big. Most of the many impressive photographs in the book are taken from the air or the tops of rival buildings, and it is perhaps sad for all those concerned with skyscrapers that they look their very dramatic best from a distance, softened by mist.

Goldberger's 1979 *The City Observed* (New York now appears as a Penguin (£5.95)). It is a first-rate guide to the buildings of Manhattan, even-keeled, and pithy, with a splendid opening essay. The style is the same, but he does allow himself greater latitude in his criticism. In particular when he hates, he hates. The guide is well organized, and is well illustrated with good photographs by David W. Dunlap, and as a result is readable, and as a result is the best thing of its kind I have ever seen. I was enthused by both books. Only "symptoms of advancing maturity" and lack of the necessary prevent my calling my travel agent.

Gontran Goulden

## Grand Old Sam of words and Eng Lit

Johnson's Dictionary

A Modern Selection by E. D. McCrum & George Milne (Collins, £8.95; Paperback, £3.95)

Samuel Johnson, the Big Daddy of Eng Lit, can be seen as the archetypal Englishman, if one believes in such lists. There is a case for making him our patron saint instead of the dim Palestinian soldier George, who comes to life only when painted by Caracciolo. The paradox about Sam is that he is known principally through two books, one written by his Ayrsyre group, and the other, his *Dictionary*, which nobody has ever read, though of course we know the best jokes — a woman of low employment.

As a tool of reference the dictionary is obs. and useless today. It is often wrong: "Ignorance, madam, pure ignorance." What other lexicographer would salute his birthplace Lichfield, under the name "Salve magna parens," or admit fallibility, as under each, "a country word, of which I do not know the meaning." He defined pension as pay given to a state hiring for treason to his country, and with typical cussedness, refused to change it seven years later when he was given the first state pension for literary merit.

His etymologies were wild and wonderful. He thought that English should adhere to the Old English origins, disliked French and Latin imports, and knew no Old Norse. Although he announced his intention of illustrating his words with quotations only from the works of masters of English literature, in practice he could not resist quoting extensively from his own works, in one instance at least attributing a couplet of Pope to himself.

So why do we agree that his dictionary is a masterpiece? It set the standards for all subsequent lexicography in such matters as using illustrations from the best writers. To read it is a liberal education. Browning claimed to have educated himself by reading through Johnson's dictionary two or three times. It shows. It is the only dictionary compiled by a writer of genius. It shows. It is funny and good. Network: any thing reticulated or decussated, at equal distances, with intersecting lines, is not just hilarious; lexicographically it is a watertight definition, it nets can be watertight. Enthusiast: one who has a vain confidence of his intercourse with God, is sharp and true. The blurb of this agreeable little selection is quite wrong. Johnson's dictionary has long been out of print. Times Books last year published a full facsimile edition, essential for addicts. This will do for amateurs, and is handier for the bedside table.

Philip Howard

## The Wagners at home: marriage fortissimo e con fuoco

Richard & Cosima Wagner

Biography of a Marriage

By Geoffrey Skelton (Collins, £15)

As he set down the last notes of *The Ring* in 1874, Wagner summoned Cosima to share his triumph. She arrived, in a state over a letter from her father Liszt, and completely failed to notice. Such ironies are the commonplaces of marriage; but when it is Wagner, and Cosima, and *The Ring*, the thunder rolled round the sky for days. After all, why should Cosima make a muddle when the sun itself had come in on cue as their child Siegfried was born and suffused the room with a golden glow?

Theirs was a marriage of extraordinary intensity, as Mr Skelton, now performing a marathon of translating a million words of Cosima's diaries, faithfully describes. With Wagner's need to dominate went a desire for reassurance, never understood by his pathetic first wife Minna and expressed in tremendous manifestos such as "A communication to My Friends" in which he at once set out his artistic aims and, as with Cosima's wish to serve

utterly went the need for a companion in whom she had no doubts, a condition satisfied by the brilliant, irritable Hans von Bülow, the traduced husband who had the misfortune to share her belief in Wagner's genius.

Yet Richard and Cosima were by no means obviously matched. The careful processing of information emerging from the Villa Wahnfried was largely Cosima's doing, designed to foster a myth, and even her diaries were addressed to her children. Yet they show her French sense of proper behaviour often at odds with her coarse Saxon manners, his bouts of extravagant high spirits confusing to one with no sense of humour, his belief in his right to possession of her irreconcilable with her abiding guilt at the wound she had done Hans.

Mr Skelton does not, as "biographer" of the marriage, venture very far into these waters. He tells the story of their years together fluently, adding only a little from hitherto unpublished sources. For all Wagner's deep devotion to Cosima, and her ecstasy at recording it, his eye was a practised rover: when it fell upon the enticing young Jude Gautier, Cosima had to brace herself and, as Mr Skelton shows, she

John Warrack

## Fiction

The Man Who Wanted to be Guilty  
By Henrik Stangerup

(Marion Boyars, £6.95)

A Loss of Heart  
By Robert McCrum

(Hamish Hamilton, £7.95)

The *Man Who Wanted to be Guilty* is set in a Denmark of the near future where there is no place for the lover of literature, the philosopher and the dreamer. The society described in this short, masterly novel is Orwellian, not in its concept, which is genuinely to raise the common good above the individual, but in its effect. Patrolled by psychiatrists rather than Thought Police, it is an open prison world overdosed with socialism.

Contemporary London, with its street terror and bomb scares, provides the more immediate background to Robert McCrum's second novel, though the stammering victim-hero would be a sure winner in the bonsai stakes. An inadequate, self-critical teacher, Philip Taylor is content with "patterns, order, peace" and a greenhouse, until, deserted by his wife, he is confronted by the loss of certainty.

So underpinned is he to the real world that when a policeman informs him of his brother Daniel's death, Philip took the opportunity to work off some curiosity. "If you don't mind my saying so, you're not much like my idea

Those who want children have forced tests before receiving "mum and dad" cards. The only outlets for anything heroic are Sunday competitions in supermarkets for the prettiest bonsai trees.

When the novelist, Torben, kills his wife in a whisky-rage, he is deemed unbalanced. No measure of responsibility can be given to the individual, not even for his mistakes. "It's always the circumstances that dictate the action," Torben is left as denuded as the prose which, with a clarity of focus, works against, but only just, "the blurred vision of iron and concrete." His demands to be judged and his persistent questions meet with such little response they become expressions of self-doubt. Not allowed to pay for the consequences of his own action, he goes mad. It is an experience conveyed with great power.

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of a local bobby." Nevertheless, he develops an obsession both for Daniel, a probing journalist he had not seen for seven years, and Daniel's girlfriend, Stevie, a brash spouter of identikit Marxist dogma whom he has met once. So the measure of self-knowledge is acquired through piecing together his brother's life and in starting an affair with Stevie.

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truffling for antiques and affection. The result is a series of inconsequential vignettes, sometimes morbid, sometimes melodramatic. An unhappy gap exists between the mannered nature of Sir Harold Acton's material and style, and the modern means with which he brings both to life. Sex is admitted, but when faced by "feminine pulchritude" the bulge tends to stay in the trousers.

Removing the fig-leaf from literature and patriate society, he shows us precious little underneath.

Fashion, however, spins the plot of Mervyn Jones's *Two Women and their Man* (Andre Deutsch, £6.95). Three separate accounts are used to reconstruct events leading to a murder some years before in a remote Welsh community. Estelle, an American divorcee, arrives to disturb the peace between a married couple. The wife enjoys a frankness with her husband which she finds that her husband, a brooding victim of his Establishment background, enjoys the American in a different way. Though each has separate standards, it is he who kills to prevent his wife discovering something she already knew.

Mervyn Jones' narrative skill is considerable. Not only are his characters exposed through their varying interpretations of the same event, but also the heart's reasoning which no reason can interpret.

Nicholas Shakespeare

FOYLES ART GALLERY  
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1781-1981  
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10-6 daily until 17 March  
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TO SEE THE RECORD AT THE SEASON—Agence France

THE RECORD AT THE SEASON—Agence France

THE RECORD AT THE SEASON—Agence France

THE RECORD AT THE SEASON—Agence France

THE RECORD AT THE SEASON—Agence France

THE RECORD AT THE SEASON—Agence France

THE RECORD AT THE SEASON—Agence France

THE RECORD AT THE SEASON—Agence France







As the Foreign Secretary flies into Salisbury today, Michael Hornsby examines Mugabe's many problems

## Can Carrington be happy with his African creation?

SALISBURY

Just over two years after putting his signature to the Lancaster House agreement which brought Zimbabwe to internationally recognized independence, Mr Robert Mugabe, the former guerrilla leader, to power. Lord Carrington, the Foreign Secretary, arrives here today to survey the results of his constitutional handiwork. His timing, though accidental, is impeccable.

For Lord Carrington's two-day visit — arranged some months ago — falls in the midst of the most serious political crisis of the young republic's life, triggered by the dismissal from the coalition Cabinet last week of Mr Joshua Nkomo, the veteran nationalist leader, after the unearthing of weapons caches on farms owned by his Patriotic Front (formerly Zapu) party. It would be difficult to have devised a better test of the country's political stability.

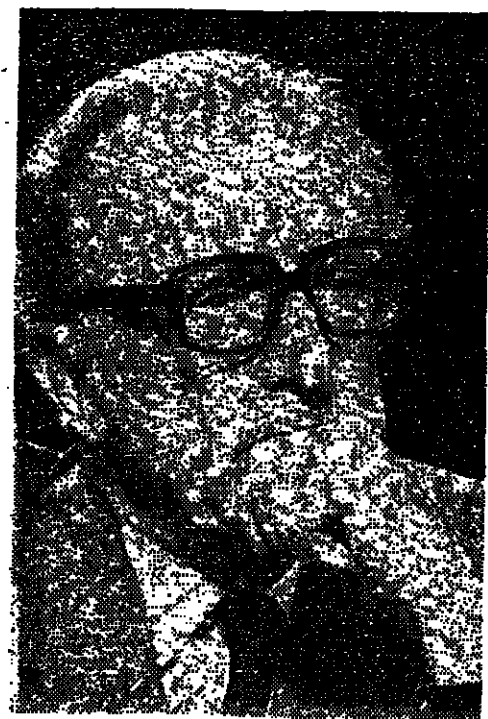
Most at risk is the still fragile integration into a new national army of the 50,000 former guerrillas led by Mr Mugabe and Mr Nkomo, the 15,000 regulars of the old Rhodesian army, with which they fought a bitter seven-year civil war. Britain has been, and remains, closely involved in this exercise through the 160-member British Military Advisory and Training Team. So far

the army appears to have emerged unscathed from the political ructions, but the situation is still tense and potentially explosive.

At independence in April 1980, the guerrillas consisted roughly of 30,000 Zulu-speaking royalists, Mr Mugabe and drawn mainly from the Shona-speaking 80 per cent of the population who live in the north-east of the country, and 20,000 Zulu members under Mr Nkomo. These were mostly Ndebele speakers from the south-west, who account for 18 per cent of the country's inhabitants. The army is thus a microcosm of the nation, though the Ndebele are somewhat better represented.

The process of integration, which was formally completed towards the end of last year, survived two bouts of factional fighting between Zulu and Zulu units, the most serious occurring in Bulawayo in which more than 300 soldiers and civilians have been killed. The conflict was eventually quelled only by the intervention of the white-piloted air force. The fear that the dismissal of Mr Nkomo and other Zulu leaders might spark new civil war was very real.

The government moved swiftly, however. Army commanders of both Zulu and Zulu origin were summoned to Salisbury and lectured by Mr Mugabe on



Lord Carrington: a cool look at the constitution.



Joshua Nkomo and Robert Mugabe: a fractured alliance.

the army's non-political role. They appear to have passed the message on to their men. The calm may be deceptive, and it is by no means certain that it would survive if Mr Nkomo were to be arrested, but it is none the less impressive. Other than extra guards at some key installations there is little evidence anywhere of special security measures.

Mr Mugabe's aim seems to be to use the issue of the arms caches to discredit Mr Nkomo and a few other top Zulu leaders rather than to launch a purge of Zulu elements in the armed forces. Assuming that the army comes through the present crisis, the main task ahead will be cutting it back to a more manageable size. At 60,000 men it is twice as big as it needs to be and demobilization incentives, including two years of full pay plus allowances and promises of jobs and higher education, have not so far made much impact.

The government has pressed ahead with social reforms such as free primary schooling and free medical care for the lower

paid, which have undoubtedly brought benefits to the broad mass of the people. But Lord Carrington is likely to hear complaints from white businessmen about the economic implications. Minimum wages have been raised by stages, going up on January 1 of this year by a further 23.5 per cent for commercial and industrial workers and 66 per cent for farm workers — though at \$2105 (£80) a month, the industrial minimum is scarcely princely.

Against a background of transport congestion, a severe foreign exchange shortage and loss of white skills, the wage rises and other social welfare measures have given a huge boost to consumer demand, fuelling a sharp rise in inflation to about 15 per cent. As a result, white employers have laid off workers in agriculture and domestic service, though in industry, where most employers already paid above the minimum, jobs have increased to meet the demand for consumer goods.

There is also uncertainty about future policy on

public ownership, where the government has so far moved cautiously despite much popular rhetoric. The strict compensation clauses of the Lancaster House constitution give a large measure of protection until 1990 to white minority or foreign ownership of all the country's main economic resources, agricultural, mineral and industrial. Not surprisingly, some of the Marxist radicals in Mr Mugabe's party are chafing at what they see as the maintenance of an essentially exploitative, neo-colonial economic structure.

Mr Mugabe's most difficult task in the long run will be to satisfy the growing impatience of the land-hungry peasantry — for if the struggle against white rule was not about land, it was not about anything.

There are estimated to be 800,000 families (more than 60 per cent of the total black population) crowded on the 40 million or so acres of so-called communal lands (the former tribal trust lands). It is reckoned that this area has the capacity to provide a liveli-

hood to only about half that number. A further 235,000 families have their breadwinners working in the towns and will be encouraged to join them there.

That leaves roughly 165,000 families, or nearly one million people, to be resettled on white-owned farmland, which accounts for more than 90 per cent of Zimbabwe's marketed produce.

Finding an answer to the land issue is likely in the end to be far more important than arguments about the merits and demerits of a one-party state. Always assuming that Mr Mugabe will not let so sensitive a question as the redistribution of land fall into the hands of a concept in defiance of the constraints built into the Lancaster House constitution and simple political prudence. The dismissal of Mr Nkomo, whose relations with Mr Mugabe have never been easy, is not necessarily ominous, and can be seen as an attempt to encourage a realignment of forces within Zulu more favourable to a voluntary merger with Mr Mugabe's Zulu (FF) Party.

One problem is that the civil service madly over-classifies documents. It is safer that way: nobody is punished if something very mundane is over-classified as highly secret, but if it is under-classified and leaks out then there could be trouble. Consequently the designation "confidential" is applied to many documents containing very ordinary information; routine policy discussions by ministers are often classified as "secret", while — in the delicious description of one now senior Treasury official — "top secret" is reserved for anything too sensitive to show to ministers. Yet behind these funny bureaucratic games lies the heavy blunderbuss of the Official Secrets Act, rarely used but by its mere existence intimidating those who might contemplate communicating about government to the press. It, together with the necessary courtesy of confidentiality between working colleagues, certainly silenced me.

One benefit of the continuing campaign for open government is that it has helped us to distinguish the genuine from the false reasons for official secrecy. Certainly there are some areas of government where sensible reformers now recognize that the national interest requires confidentiality. These include: sensitive aspects of defence technology and equipment; intelligence questions generally concerning Britain's security; areas of police activity; economic and financial proposals which might, if prematurely revealed, disrupt markets or allow privileged individuals to make financial gains. There is also the advice recently given to ministers

be devised. (What about "Will the Prime Minister state if she is satisfied with the Government's performance?" An open-ended question should certainly be followed by not more than one supplementary from each side and, if he gets up, from the Opposition leader.)

Parliamentary questions have sometimes been praised as the device the civil servants most fear, and sometimes dismissed as occasions which can be manipulated by the bureaucrats to their own advantage. Prime Minister's questions have been criticized as providing a too easy platform for the Prime Minister.

Yet a huge amount of information is prised out of departments by questions that could be obtained in no other way, while the Prime Minister's questions perform the invaluable function of forcing the most powerful person in the Executive to meet weekly challenges in Parliament (including from the alternative Prime Minister) instead of being confined to a world in which the only face-to-face challenge is from colleagues with shared objectives.

I remember hearing Mr Harold Macmillan, after a particularly irritating trip to see President de Gaulle, describe the atmosphere in Paris as that of a royal court, in which he would be very different if de Gaulle had to go down to the Commons twice a week for questions.

Quite so. In our system, where the Prime Minister is not a presidential figure, question time is vital. It is therefore obvious that it should not be made to look silly — which is the way it often looks just now.

## Between you and me, secrecy is here to stay

by Bernard Donoghue

The debate on official secrecy and the campaign to open up British Government is a classic minority issue. Only a few liberal intellectuals (not intended, despite the current climate, as a smear description) care passionately about it. An even smaller group of Whitehall mandarins feel equally passionately that open government is bound to often give the impression that even publishing today's date is a risky venture that might have to be reviewed (presumably by an official committee whose existence and designation could not be revealed).

Actually each side exaggerates the importance of the question. Mandarins talk as if revelation of the contents of these oceans of classified documents sloshing around Whitehall departments would somehow destroy the security of the realm. Liberal campaigners, including James Michael, whose book *The Politics of Secrecy* is published today, swallow this view and hunger to expose this arsenal of secrets to the public. In fact they would be disappointed. During five years in Downing Street, I read at least 90 per cent of the papers seen by two Prime Ministers, as well as thousands of other documents which did not go that high. Half of them would have been published had they been in the public domain.

Policy specialists and gourmets of bureaucracy would delight in the measured arguments and bland platitudes, but exposure would result in neither a fearful cataclysm nor some exciting new world. Fed by a surfeit of Whitehall papers, the media might even lose its appetite for them.

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## Ronald Butt Ask a silly question...

Proceedings in Parliament have never been as neat, tidy and clear as constitutional theorists would like. For one thing, they have an aspect which the late Mr Emrys Hughes, who sat as Labour Member for South Ayrshire, called mumbo-jumbo. By that he meant (as he explained in a book on the subject) antique ceremonial which wasted Members' time, and procedures which were completely incomprehensible to the outside public, and which some of the mumbo-jumbo suggested that the Commons was doing the opposite of what it was actually doing.

Some of this mumbo-jumbo has been swept away, including, for instance, the interruption of proceedings by the summons of Black Rod, which could interrupt a minister's speech in mid-sentence so that Members could troop off to the Lords to hear a Royal Commission signify the Queen's assent to a dreadfully long list of Bills.

Procedure, however, is always evolving beneath apparently constant forms to meet new conditions, and as it does a new kind of mumbo-jumbo develops. Question Time, and more specifically questions to the Prime Minister, are cases in point. The form now taken by Prime Minister's questions is partly the consequence of an honest attempt by MPs to prize out of her answers that expose what she herself thinks, unprotected by the subtleties of prepared civil service answers (to the limited extent that this is possible). Unfortunately, this has reduced Prime Minister's questions to an absurdity that would surely shock Mr Emrys Hughes as much as the Royal Commissioners

years ago, daughter of the clerk of the court in the Gorbals. "I came from an angry family", she adds.

**Weighty matters**  
The Queen is going pyx-ing, which is the sort of thing it could be useful for Scrabble players to know. Today, the Queen will make her first visit to the trial of the pyx.

The trial — of coinage of the realm, which is not found wanting as often as you might think — takes place before the Queen's Remembrancer at Goldsmiths' Hall. A jury (nowadays rigged in advance with chosen representatives of the Royal Mint) is instructed to test that coins are the correct weight. A verdict will not be returned until May.

The pyx is the box in which the specimen coins are placed, and the verb, which the Shorter Oxford recognizes, means to assay.

**Running story**  
Louis Marks, the freelance television producer who claims that a television series on the Jews by Desmond Wilcox originated from one of his own ideas, now says that the BBC is to delay filming the series to allow him time to develop the idea himself elsewhere.

Bill Cotton, deputy managing director of BBC television, has been investigating the origins of the series on the Jews, Marks claims that he first presented the

idea to the BBC as long ago as 1977. Marks and Wilcox say that the BBC's investigation has now been completed. However, whereas Marks says that the BBC's offer to delay its own series is a "recognition of the fact that it was my initial idea", Wilcox says the inquiry has established that the idea is completely different and adds that it originated from a suggestion by Brian Wenham, now controller of BBC 2. Meanwhile the BBC still says that investigations are continuing.

EEC foreign ministers meeting in Brussels on Tuesday spent much time discussing what a scheme for greater political unity should be called if ever it became reality. Most favoured following the example of the Helsinki Final Act, and calling it the 'European Act'. Lord Carrington must have been at his duplicitous best explaining why this might be misconstrued in Britain.

though that danger is no longer there — adapted largely to political point-scoring. The Opposition manoeuvres are a counter-balance to the activities of a group of Tories suspected of being "orchestrated" from No 10 to come up with

supplementaries to enable the Prime Minister to put over a point she is anxious to make.

This Tuesday, there was a flurry of backbench procedural concerns. After criticising Members who, against custom, read their speeches or were not present for the wind-up of a debate in which they had spoken, a Labour Member, Mr Eric Deakin, raised the question of the spread of open-ended questions to ordinary departmental ministers. The Speaker was in full agreement, saying that in future he would curtail the question but no supplementaries.

If the House wanted to move on to open questions it should do so after debate, he observed, which prompted Mr Patrick Cormack, a Conservative, to ask the Speaker if he would extend his ruling to open-ended questions to the Prime Minister. The Speaker said he thought it time the House looked at it, but was reluctant to take a decision himself.

The House would certainly be wise to deal with this modern mumbo-jumbo which wastes time, creates ridicule by asking the Prime Minister a silly question and rarely produces anything more substantial than point-scoring and occasional buffoonery.

It may not be desirable to rule out altogether the open-ended question though surely a more sensible form could

be devised. (What about "Will the Prime Minister state if she is satisfied with the Government's performance?" An open-ended question should certainly be followed by not more than one supplementary from each side and, if he gets up, from the Opposition leader.)

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## A strange silence from the Mersey scourge

Lady (Margaret) Simey, the chairman of Merseyside Police Authority, who yesterday told MPs that she had personal experience of police taking vengeance on people who lodge complaints, is not always as discreet as she was in withholding the name of the force involved.

After the Toxteth riots she was in some trouble for saying that young people in the area would be apathetic fools if they did not riot. She explained that she spoke from a sense of total exasperation that local representatives, such as she, were left powerless by the system forced on them.

It attracted a verbal slap from Margaret Thatcher, but Simey, long regarded as Toxteth's local police, was unrepentant. She ran on irrepressibly: Chief Constables like Merseyside's Kenneth Oxford could not understand women like her, an academic widow with a literary background. "His women are bunny girls," she said. "He's like all these new chief constables. He does not know how to behave."

Lady Simey, an unreconstructed Beveridge Socialist, is the widow of Lord Simey of Toxteth, a life peer and professor of social sciences at Liverpool University. She was born in Glasgow, 76

years ago, daughter of the clerk of the court in the Gorbals. "I came from an angry family", she adds.

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## THE TIMES DIARY

It is now possible to have one's arms and legs tattooed by computer. Christopher Bayliss, a postgraduate student at Birmingham University, has written a computer programme which enables the user to type a heraldic description

of a shield, and within minutes see it on a colour television screen.

Bayliss wrote the programme as part of his M Sc course. He did not expect it to be of further use, but now he has had inquiries from heraldry societies in England and Scotland anxious to use it in teaching heraldry and designing new devices.

**Magisterial wit**  
David Hopkin, whose appointment as metropolitan chief stipendiary magistrate was confirmed this week, will be a marked change from the austere, but always kind, Evelyn Russell, whom he succeeds on April 5. Hopkin is a quick wit — he described the duty solicitors' scheme as "legalized touting" — and does not suffer fools gladly. Of one solicitor he said: "I never see him appearing before me without telling myself I must count to ten, and I never get past four."

**Staying on**  
Shanghai's last foreign Jewish refugee has died, and been taken to Hongkong for a quiet burial in the Jewish cemetery. While arranging the funeral of Max Leibowitch, Victor Zirnisky, Israel's honorary consul-general in Hongkong and himself a Russian Jew who lived in Shanghai until

1946, also raised the possibility of evacuating Hannah Agre, the last-known Jew in China. Agre was born in Shanghai to Russian parents 73 years ago and now lives in Harbin. She refused to leave, and adamantly rejected a placement in Denmark that was obtained for her in 1963.

There were estimated to be 30,000 foreign Jews in China before 1949, two-thirds of them living in Shanghai. Apart from Agre all that are left are six non-practising "part-Jews" in Shanghai, and a community of some 200 Chinese-Jewish descendants of Silk Road traders in the ancient capital of Kaifeng, who no longer identify with Judaism.

**Go for baroque**  
It infuriates some that, because of television advertising, they can no longer hear Mozart's K. 466 without thinking of almond slices, or Pachelbel's Canon without seeing an International Wool Secretariat sheep walking down carpeted corridors.

Yet Christopher Hogwood, who will perform Mozart at the Queen Elizabeth Hall on Sunday and whose record of the Pachelbel is currently high in *The Times* list of classical bestsellers, would like to see more seventeenth and eighteenth century snippets used in this way, provided only that they are played straight, not tarred up with added rhythm tracks or similar vulgarities.

Most modern jingles, he says, are a waste of time for musicians and composers, while there are "really stunning melodies" going begging in the baroque canon. First candidate: *Sommeil* from a

suite by Graupner. It would be a pleasant change from those dreadful people who populate Myers' beds.

**Coping with Core**  
An organization called the Core Group is offering to teach the wives of American company executives assigned here how to survive their years in Britain. It will hold seminars in Windsor Castle in June to help participants adjust to their new environment and understand British attitudes and way of life. The lectures include one by



Rob Corbett, formerly Labour MP for Hemel Hempstead, on how Britain works and what to do when it does not. It is, he says, "a guided tour of British bureaucracy."

**Who's the mole?**  
There is to be an important new character in the life of *The Archers*, the BBC's never-ending story of country folk. He will be a brash, landlady of The Bull, Jock Gallagher, the network editor for radio in Birmingham, may sack someone if he ever finds out who told him.

Gallagher is vexed that no-one can die in the neck of the woods without the whole nation learning of it days before the event. It happened with both Doris Archer, and more recently Polly Perks, landlady of The Bull. Now Gallagher is threatening that anyone caught leaking future turns in the plot of *The Archers* could be dismissed. "Secrecy is essential", he thunders, "leaking is unprofessional." But then you know what gossips those villagers are.

**Support for**  
From Ailes Mai Sir, "Literature Appraisal in (February 1981) serious art work almost entirely public subsidy" he thinking, thinking off.

The Arts Council literature department some £850,000 in the money to pu shops, to mag readings, to cre of people in acq both in writ important in, inive reading, bursaries too, I as well as the ol writers help a the growing p scheme known dence.

So far the mostly resided establishments. To expand the s any organization. ide a writer v pursue heris is the organiz for pupils, as it and critical insu literature. Ind writers may inc perature resie dispersed betw the writer has ti higher work too. What is neede now yet more p more viable id throughout the Arts Council's. I will hopefully e are new to it, rea too much to tr cease in the use books.





In twelve days time, with a thoughtfully pessimistic overture from the Prime Minister this week, the Chancellor will rise to tell us where we are and where he thinks we are going. Some of his sums have come right. The public sector borrowing requirement on which the Government now sets so much store is under control. But the recovery predicted in last year's Budget has been slower than he hoped and is still uncertain. He dug a large hole with a deflation of £3bn and it was hoped it would be the foundation for a recovery led by private and public investment and exports. We supported this strategy. But Sir Geoffrey was more of a prisoner than anyone appreciated. He is freer today from obsession with money supply targets, but the hopes for lower interest rates encouraging investment have been seriously diminished by world conditions, and especially American interest rates. Nor has there been the anticipated increase in public and private investment.

But a recognition of the constraints on the Chancellor is not to argue for immobilism. It has emphasized the need to concentrate money on a variety of sophisticated measures that can within the limits of prudence restore the health of British industry. The Prime Minister was absolutely right to stress again that there can be no reflection dash for growth which tries to solve Britain's economic problem by scattering pound notes from a helicopter, in the phrase of Milton Friedman. That would simply repeat all the past inflationary mistakes which have contributed to our difficulties.

There are two prime candidates for budgetary action. The first is the National Insurance Surcharge, which is a direct tax on jobs. Opponents of any cut in the surcharge say that employers will just pass it on to their workers as higher wages.

There is no evidence to suggest that this is true. If it were, the outlook for Britain would be gloomy indeed. For it would effectively rule out

This, rather than British oil revenues, is the vital backstop to the Budget, emphasizing yet again the interdependence of the western economies. The effect of a drop in oil tax revenue, which Mrs Thatcher mentioned this week, is relatively small in terms of total government spending and taxation and is prone to large forecasting errors. The warning should be seen as a necessary caution against expectations that may have been raised too high.

But a recognition of the constraints on the Chancellor is not to argue for immobilism. It has emphasized the need to concentrate money on a variety of sophisticated measures that can within the limits of prudence restore the health of British industry. The Prime Minister was absolutely right to stress again that there can be no recessionary dash for growth which tries to solve Britain's economic problems from a top-down perspective. In the words of Milton Friedman, "There would simply repeat all the past inflationary mistakes which have contributed to our difficulties."

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NIS has other objectionable characteristics. It is charged on the production of goods made in Britain but is not paid by imports. When goods are exported from the United Kingdom, the Value Added Tax which has been paid on them is refunded but the national insurance surcharge is not, thus making it a tax on our exports.

The Chancellor ought therefore to put a reduction in the insurance surcharge at the top of his list. Cutting it by two percentage points, as the Confederation of British Industry want, would cost about £1,500m. That would be far better use of the money than giving new income tax cuts to boost consumption.

The second is to include some special help to encourage investment, not least in construction. A favourable investment allowance should be available to ideas, such as those put forward by Mr Michael Rye, aimed at helping industry raise money on more attractive terms.

Anyone can draw up shopping lists of where the Chancellor should spend money at Budget time. But there has to be a recognition that there is a very limited room for manoeuvre. Judging just how much money he ought to give away and thus how large a borrowing requirement he ought to accept is particularly difficult this year.

The economy has stopped declining but the signs of recovery are weak now, and it is likely to stay that way for most of the rest of this year. From the Government's point of view we are already coming perilously close to the next election. Looking at the balance of risks, a stimulus of between £2,000m and £3,000m ought to give the economy enough of a fillip to get it moving without imposing unacceptable strains on interest rates and monetary policy. The Chancellor ought to be tinkering along these lines in the run up to March 9.

Next month the European Parliament in Strasbourg will debate a motion set down by British Conservative members calling for all new cars sold in the Community from January 1, 1985, to be designed to take lead-free petrol. The debate which has been pursued so spiritedly in Britain since the publication of the Yellowlees letter of February 8 now moves to the EEC. Rightly so, in the sense that the community's existing regulations forbid member nations to change over to petrol completely free of lead. The battle has to be fought and won there before Britain can implement such a change, and by pointing this out in a recent statement, Mrs Thatcher virtually invited the members of her party who tabled the Strasbourg motion to try their luck there. She should tell them all to support the move. But the regulations do not prevent the country committing itself to making the change eventually, and Germany has already done so.

The claims and counter claims made in recent weeks have not greatly affected the balance of apparent risks. The evidence of substantial damage to children from lead even at the low concentrations remains persuasive though not conclusive. There is still doubt about the share of blame due to

lead from car exhausts, as distinct from other sources like industrial emissions, oil paint and lead pipes. (It would be a dangerous error to let the furor over petrol obscure the role of other sources — the last in particular, since a 1977 national study showed that 9 per cent of households had lead concentrations in their tapwater exceeding the level recommended by World Health Organization, a level twice as high as a limit proposed by the EEC.) But it is clear that the possibility of significant damage is great enough to justify maximum controls attainable without prohibitive cost.

The extra cost has been strongly disputed in our columns and elsewhere. Attempts have been made to show that a ban would actually save fuel and money, though the central problem of getting equal performance from an equal quantity of oil without extra refining costs is a hard one to get round. But it is unnecessary to go so far. Even on official estimates, the cost is not excessive. It is predicted that improvements in design may double efficiency of fuel use by the end of the century: a mere 10 per cent saving would be a collective would amply cancel out the entire cost of eliminating lead.

In his letter of February 18, Mr. Tony Duant, MP, stressed our charge that the official policy was an unsatisfactory compromise. He claimed that short of banning all existing cars, the government's course "would make the biggest reduction in lead emissions in the shortest possible time". That is true as far as it goes. Most existing cars cannot run on completely lead-free petrol, and their natural lives stretch many years ahead. The government's decision to limit lead in petrol to the lowest level that today's cars can cope with was a necessary step regardless of further progress. But it is unthinkable that progress should stop short at 1985. It is necessary to ensure that as today's cars grow old, they are superseded by a generation of cars using no lead at all. The right and proper corollary of the government's policy should have been an announcement that all new cars sold after that date, or the earliest date the EEC permitted, should be run without need of the poison. The sooner an announcement is made to that effect, the better our manufacturers will be able, like their competitors in Japan and America, to start planning for a certainty rather than an uncertainty.

From *Mit Marghanita Laski*  
Sir, "Literature," writes Bryan Appleyard in *The Times* today (February 15), "[is] the only serious art apart from cinema to be almost entirely independent of the market. What can it be thinking, or, rather, not thinking of?"

The Arts Council, through its literature department, spends some £350,000 a year on the art of literature: by money to publishers, to bookshops, to magazines, to poetry readings to courses (like those at the Arts Council where writers help people to acquire literary skills, both in writing and, more importantly, in critically appreciating and reading, these and major literary awards, and help living writers as well as the older art; and living writers help and are helped by the growing popularity of the genre known as writers-in-residence.

Bryan Appleyard can rest (nearly) assured that no scheme that can show itself able successfully to encourage any group in the community to benefit from the art of literature will fail for lack of Arts Council support. Yours faithfully,  
MARGHERITA LASKI,  
Chairman of the Literature Panel,  
The Arts Council of Great Britain  
(Literature Department),  
9 Long Acre, WC2.  
February 15.

From Professor Gareth L. Williams

Sir, The apologetic attitude of some vice-chancellors about subjects other than science and technology is not only unnecessary except as a sop to the ill-informed prejudices of politicians. Science and technology account for a proportion of new jobs at a rate level higher in Britain than is higher than any other major OECD country. (This is also the case if technology is considered separately.)

But the statistics are many ways international statistics can be manipulated, and comparisons are treacherous as well as odious. But no classification is possible when compared with other countries, where resources are devoted disproportionately to non-vocational higher education or to areas such as sciences and the humanities. The countries with

evidence that we are deficient in specialist scientific and technological skills, there is reason to believe that our management and marketing performance is inadequate.

Scientists and engineers with language skills and an understanding of the social and cultural climate in which they are working would almost certainly be able to achieve this we need first: a reform of the A-level examination. This is something that successive governments, aided and abetted by vested interests in many universities, have consistently refused to undertake.

Yours sincerely,  
**GARETH L. WILLIAMS,**  
Professor of Educational Planning,  
University of Lancaster,  
Department of Educational Research,  
Carmel College,  
Salisbury, Lancaster.

From the President of the British Antique Dealers' Association Ltd.

Sir, I note with interest your article by Frances Gibb (February 19) regarding the closure by Messrs Sotheby's of their Belgrave saleroom and also their continuing of their various outposts, notably New York. I am concerned that their chief executive, Mr Llewellyn, blames the state of the art market or their present difficulties.

I suggest that it is not the art market fault but their own 'Napoleonic' expansion, partially financed by the revenue from the buyers' premium that is causing their problems? Sotheby's are only a part of the art market, not the whole of it.

Yours sincerely,  
HARLES B. LEE, President,  
The British Antique Dealers' Association Ltd.  
8 Rutland Gate, SW7.  
February 19.

*From Mr L. Lee:*

Sir, The Government's loan guarantee scheme to help small business has been a considerable success.

As a member of a European association of popular credit banks we at the Co-operative Bank were able initially to draw on our colleagues' experience and back the idea when bigger British banks hesitated. We were also encouraged to offer the loan on a lower interest rate than any other United Kingdom clearing bank, and that remains the case despite recent reductions by competitors. As a result, our members are doing better than any other country have become vividly aware of the interest the scheme is generating among small businesses.

We are aware equally that the scheme is only a beginning and that it needs to be considerably expanded if it is to achieve its full potential as an aid to small

business growth.

First of all, the limit under the scheme would be raised from £75,000 to £250,000. It is a curiosity that we in Britain tend to talk of small business, whereas in the United States the unit is "small and medium-sized enterprises" and a £250,000 upper limit would be logical.

Furthermore, the Government should be aware that there are too high. Experience in other countries suggests 1 per cent would be enough in a mature scheme, so a reduction at least to 2 per cent would be an improvement. It is to enterprise which should not undermine the financial basis.

Small businesses and co-operatives have long played a key role in the long-term creation of jobs. The Government's cautious guarantee scheme has already encouraged many hesitant entrepreneurs. It is time now for the Government to accelerate the development.

From Mr P. E. Crutwell  
Sir, It seems generally thought  
that the Chancellor may make  
some reduction in direct taxation,  
but is also likely to increase  
duties on petrol, drink, tobacco,  
etc.  
In view of the effect on the  
cost of living index it is difficult  
to see how this policy - to which  
Mr Geoffrey Seale permanently  
welcomed the writer to the  
priority of reducing inflation.  
And the unemployed and the  
pensioners who pay no income  
tax will be further squeezed.  
Yours faithfully,  
P. E. CRUTTWELL,  
Burton Court, Brompton Ralph,  
Taunton,  
Somerset

From Mr Malcolm Hurwitz  
Sir, If the case put by Dr D. Tidmarsh of Broadmoor Hospital (February 11) for restricting the right of mental patients to sue for negligence is the strongest case yet put, I think it is fair to suppose that restriction ought to be home and dry.

Dr Tidmarsh mentions three patients who killed relatives before they were admitted to hospital. He then says "It is at least possible that one factor common to these cases" is the fear by the psychiatric services of complaints and litigation. He says that the new Mental Health Act (Amendment) Bill "will lead to further tragedies of the kind described above". This sort of speculation is not wise, and the removal of the right of a citizen to have access to the courts.

The fears of the psychiatric services are quite unjustified in the light of the existing law and the

Further "suspects" that the Mental Health Act (Amendment) Bill "will lead to further tragedy" are the fears of the psychiatric services and a quite justified apprehension considered in the light of the existing law and the practical difficulties facing mental health care. Criminal prosecution of a patient is virtually impossible because legal aid is not available for prosecutions by individuals. If the case were taken over by the police the prosecution would be considered by the legal department of the police force concerned. Civil action by a patient or his relatives in the vast majority of cases, requires legal aid and in order to obtain this the patient would have to satisfy the legal aid committee of the Law Society that there were "very good reasons"

ne witnesses readily available to  
witness other patients.  
The High Court already has  
power to restrain any proceed-  
ings which are frivolous or  
vexatious and it requires proof of  
malice and does not assume it  
because a litigant is ill.  
The number of applications to  
the High Court by patients asking  
to leave to commence proceed-  
ings under the Mental Health  
Act 1983 is a litigant is ill.  
and it is disconcerting, to say the  
least, that efforts to remove the  
 stigma of mental illness by  
placing patients as nearly as  
possible in the same position as  
physically ill patients should be  
the subject of litigious action  
by members of the psychiatric  
services.

Yours faithfully,  
**ALCOLM HURWITZ**  
Legal Member, Mental Health  
Review Tribunal,  
South Road,  
Bath,  
Bath, 11.11.11

From the Leader of the West Yorkshire Metropolitan Council, Council Sir, There is a rumour that the Government are considering a 'Concentric' interference with the structure of local government. The six metropolitan counties have been singled out for special mention as prime candidates for removal.

I have the honour to be the Leader of the West Yorkshire Metropolitan Council. I have with me my colleagues, the Council, and I have the responsibility of trying to deal with the problems of a major urban agglomeration of two million people. At the time of creation of the metropolitan counties, the Government were convinced of the necessity for an elected council which could take an over-view of the problems of these conurbations. The report of Lord Redcliffe-Maud's royal commission, the Labour Government's White Paper, and the Conservative Government in 1972 all came to the conclusion that such bodies were essential.

Since their creation they have been the victims of constant harassment by successive Governments. Their functions and very existence has been under constant review. They control the police only at one remove through the police committees. They control the transport executive and through British Rail their planning functions have been eroded.

A network of quangos has been established, and the functions which ought properly to have been integrated with their functions — urban development corporations, partnerships teams and the like. Their expenditure targets have been set at quite unrealistic levels, and they are now four out of the six

From Sir Derek Walker-Smith, QC, MP for Hertfordshire East (Conservative)

Sir, In his letter of February 22 Mr Maxwell-Hyslop seeks to defend the advice which he gave on the second reading of the Canada Bill, without withdrawing it. He does so without delay with its proposed Canadian Constitution and to leave subsequent questions about its interpretation and validity to the courts of Canada.

The danger of such a position is a real one: the possibility of a conflict between an instrument which English law, as the product of the sovereignty of Parliament, on the one hand, and, on the other, a subsequent judgment of the Canadian courts querying the position and status of the Constitution enacted therein. Of course, it may never happen. The Canadian courts may reject the Quebec appeal, in which case all is quietness.

But suppose they do not. Suppose, after enactment of the Canada Bill, the Canadian courts uphold the Quebec case. There then inescapably arises a difficult, and potentially dangerous situation, the undesirability of which was stressed in the House by respected and experienced Privy Counsellors like Sir Angus

From Mr Charles Sparrow, QC  
Sir, Readers of Mr Farthing's  
letter impugning the Antiquities  
Bill (February 11) might care to  
know that, at a recent general  
meeting of the Council for  
British Archaeology, that body  
expressly disapproved of  
the introduction of the Bill and  
vehemently hoping that it would  
pass into law. On that occasion,  
your correspondent Mr Farthing  
was one of a dissident minority  
of two.

During the debate on second  
reading in the House of Lords,  
the Bill was supported by all  
the Government's opponents,  
Lord Windlesham on behalf of  
the Trustees of the British  
Museum, and by Lord Elwyn-  
Jones, formerly Lord Chancellor.  
The Government's objection to the  
Bill of a hanger-on from the  
"middle Ages" is hardly percep-  
tible. That is a fair description of  
the existing law of treasure trove.  
The Bill is intended to reform  
it, and it is not surprising that  
Lord Elwyn-Jones said in the  
House of Lords, "the law in this  
field is a ass". That is why the

from Mr John Wright  
 tion. One of the great benefits of  
 television is that it brings into  
 our living rooms public figures of  
 national and international import-  
 ance and submits them to  
 courteous but firm questioning  
 by the well briefed and  
 experienced interviewers on their views and  
 policies. It creates the feeling  
 that we are discussing questions  
 of public interest with them  
 personally, with the advantage of  
 asking by proxy those important  
 questions which we ourselves might only have  
 thought of afterwards.

This is now a fundamental part  
 of the democracy of church and  
 state in this country and virtually  
 everyone of importance, not  
 accepting the Heir to the Throne,  
 the Archbishop of Canterbury,  
 and the Prime Minister, is  
 prepared to explain and justify  
 his or her views in this way to the  
 general public.

Can we hope that at some time  
 during his visit to Port...

From Professor Sir Alfred Agar, F.R.S., and others.

Sir, The life of Dr Jan Jozef Lipski is a sad story. Dr Jozef Lipski is one of the many Poles presently imprisoned by the military authorities in Warsaw. He would already have faced summary trial by a military court were he not gravely ill.

Dr Jan Jozef Lipski is very well known in his country and abroad. He is in Warsaw being representative of the best qualities of the modern Polish intellectual community. A soldier of the Home Army and participant in the Warsaw uprising, he is a literary critic, a historian and literary critic in his professional life and an unrelenting fighter for democracy for the last three decades. Lipski was a co-founder of the Warsaw Committee of the National Front and a leading figure in Solidarity.

Recently, Dr Lipski has suffered two successive heart attacks following a long record of debilitating heart disease. He has been referred for extensive examination and treatment to London, where three years ago he underwent an operation for the exchange of heart valves by the eminent surgeon, Dr Mehrotra.

Response to this call to treatment has been prevented by Dr Lipski's detention. These circumstances engender the most serious fears for Dr Lipski's life. We appeal to the Government of the United Kingdom to the Committee of the National Front to Amnesty International and to all people of good will to demand that Dr Lipski be immediately permitted to undergo treatment by his doctor in his country.

Dr Jozef Lipski is a peace-loving military ruler, who have asserted that they do not wish to

From the Secretary of the British Academy

Sir, Help is already on the way for Dr Michael Halls (February 20): Two fascicles of the British Academy's Dictionary of Medieval Latin have already carried it to the end of the formidable task. The fascicle D-E is scheduled for publication next year. All Dr Halls has to do is to place his order for these and for the successor volumes which will appear regularly thereafter. In the meantime Mr Latham's *Medieval Latin Wordlist*, much enlarged and revised, is available in a new edition.

In order to restrain costs the most up-to-date technology is being applied to the production of future volumes. This will also reduce the gaps between the appearance of successive parts.

I am, Sir, etc.

JOHN CARSWELL,  
The British Academy,  
Burlington House, W10.  
February 20.

*From Mr Peter Frank*  
Sir, I am delighted with the effect of the baggage handlers' dispute at London Airport. On Sunday I arrived by Swiss Air from Geneva at 18.05 and had passed through Customs by 18.20.  
The remedy is obvious.  
Yours faithfully,  
**PETER FRANK,**  
27 Fitzroy Square, W1.  
February 22.

From Mr. P. R. Davis  
Sir, On the day of the publication  
of Lord McCarthy's report is it  
not somewhat ironic that at the  
top of *The Times's* list of best-  
selling books appears "Great  
Railway Journeys of the World"?  
Yours faithfully,  
P. R. DAVIS,  
10 St Clare Street,  
Finnorah, E.C.3.  
February 17.

From Mrs Ann Hall  
"I should like to think that the  
report of "ignorance" used to de-  
scribe the Barbican Centre in  
today's issue (February 23)  
referred to the £153m cost of the  
wretched thing, but I fear that  
our staff reporter believed that  
it meant "vastness" rather than  
"monstrous wickedness or  
crime".  
Yours faithfully,  
ANN HALL,  
4 Newton Road,  
Layswater, W2.  
February 23.

tr. In today's Times Diary  
February 22) it is reported that,  
prior to Mr Chirac dining at the  
intercontinental Hotel, "the re-  
servationist has been warned"  
Do you not think she would  
perform her duties better at room  
temperature?  
Yours faithfully,  
CHRISTOPHER LAWRENCE-  
JONES,  
Silverwood House,  
London Road,  
Scot-  
tish.

مكتبة امن النجف

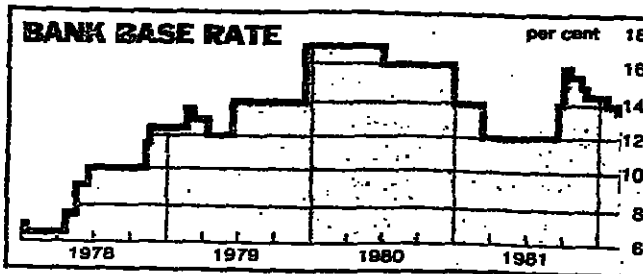






## BUSINESS NEWS

## Will the fall continue?



Base rates fell by 1/2 per cent to 13% per cent yesterday, continuing the steady decline since the middle of last October. After peaking at 16 per cent at the beginning of October, base rates have since fallen by 1/2 per cent a month. Although yesterday's move was judged premature by some, there is optimism that the decline will continue.

## N Sea oil cheaper

Further cuts of at least \$2 and possibly \$4 a barrel in the price of North Sea oil are now widely regarded as inevitable in the oil industry. They are likely to push petrol prices a few pence lower, and deprive the Government of anything up to \$200m in lost revenue. The fall in oil prices has prompted speculation that the Government's planned flotation of shares in the British National Oil Corporation later this year may have to be postponed.

## Ansbacher rights issue

Henry Ansbacher, the small London issuing house, announced a long-awaited rights issue for £8.6m on the basis of 9 for 10, a bid for Seascope and a big restructuring of its shareholders. This gives the Touche Renmant Group a 20 per cent stake in Ansbachers, and leads to a widening of the financial services offered. It raises the authorized share capital from £5m to £15m. The shares fell 1p to 17 1/2p.

## Unit trusts do well

Unit trusts had a good month during January with total sales up nearly £2m on the previous month at £57.5m. But the number of investors cashing in rose slightly from £23.6m in December to £28.3m in January, leaving net new investment for the month at £29.2m, about £2.3m down on December. Three new funds launched in January were: Bishopsgate Progressive Beckman International Capital Accumulation Unit Trust, Britannia Hong Kong Performance Trust and National Westminster Energy Trust.

## Britons not the top strikers

The myth that Britain has been particularly strike-prone in recent years is disproved in a new article in the Department of Employment's Gazette, which shows that Britain continues to occupy a mid-ranking position in the international strikes league table. Between 1976 and 1980 an average of 566 working days a year were lost in Britain for every 1,000 workers, equivalent to just over half a working day per employee. Out of 17 industrial countries, six had higher strike rates than this, led by Spain (1,749), Italy (1,174), and Ireland (1,064). Ten other countries had lower rates, the best records being held by the Netherlands (30), Norway (42), Japan (43) and Germany (52). The provisional number of days lost in Britain through strikes last month was 449,000, rather higher than the 350,000 a month averaged during 1981.

## MARKET SUMMARY

## Jobbers run tight books

## LONDON EXCHANGE

FT Index 552.6 down 6.4  
FT 100 66.39 down 0.41  
FT all-share 320.55 down 4.12  
Bargains 20,100

One of the big five jobbing firms, Wedd, Deacons, has disclosed yesterday that it would no longer make a market in the shares of Beechams. Wedd's is pulling out of the chemical stock because it says it is "over-jobs". It underlines the stock-jobbers' current needs to make a thorough review of where they make their money.

Most jobbers are now running much tighter books to ensure they are not caught again by the type of sharp falls which occurred in September 1981. Withdrawal from Beechams goes along with Wedd's decision to disband its leadership and put the individual stocks back in their sector. It will also release one of the partners to look after the financial futures market.

The stock market had a dull day in front of today's ICI figures, together with the debut of

## OTHER EXCHANGES

Tokyo: Nikkei Dow Jones average 7,684.02, down 50.51  
Hongkong: Hang Seng index 1,267.12, up 11.79.

## COMMODITIES

Cocoa futures rose yesterday to their highest traded level of the week, representing an upswing from Monday's low of near-March of £1,192 against Monday's low of £1,158, dealers said.

## TODAY

Mr Tony Benn, MP, attends launch of the film, "Whose Progress?", on the effects of micro-technology. City seminar on problems of foreign banks in London. Mr Kenneth Baker, Minister for Information Technology, opens a new financial planning service. Energy trends: new vehicle registrations in January.

Board meetings: Half-yearly: Footwear Industry Investments, Plessey (9-month figures), Ramar Textiles, Scottish Investments (1st quarter), Tor Investment Trust, "Trade" Investments, Imperial Chemical Industries, New Dairies Ltd, St Andrew Trust, SKF, Ward Holdings, Westwood Daves.

## Borrowing becomes cheaper, but markets remain gloomy

## Banks' base rate cut eases pressure on industry

High Street banks cut the cost of borrowing yesterday with a 1/2 point drop in base rates to 13% per cent. The move will help ease the pressure on industry, where top-quality borrowers will now be paying 14 1/2 per cent on their overdrafts. Overdrafts for private borrowers will also come down to between 15 1/2 to 18 1/2 per cent. The move should soon lead to cheaper home loans from the building societies.

Although Barclays led the way yesterday, and was soon followed by other big clearing banks, National Westminster was the only

one to top its mortgage rate, which goes down from 15 to 14 1/2 per cent. The big clearers have also lowered their deposit rates to 5 1/2 per cent to 11 per cent. Barclays, which had been offering savers 1/2 per cent more than the others, came into line with a 1 per cent cut.

A drop in base rates has been expected following the dip in prime rates in the United States after last week's encouraging American money supply figures, and the easing of domestic money market rates this week.

Base rates are now at their

lowest level since last September, when they moved up sharply from 12 to 14 per cent. But the timing of yesterday's move still took the markets slightly by surprise, as technical factors were making for fairly tight conditions in short-term money rates. With the key seven-day interbank rate at 14 1/2 per cent, the banks have little room for manoeuvre should rates start to firm again.

However, the City believes that the Government is keen to see interest rates continue falling to help industry out of the recession.

Barclays said yesterday

that it expected the downward trend of the last few months to continue and interest rates could be down to 11 to 12 per cent by the end of the year.

Sterling weakened on foreign exchange markets yesterday, falling at one stage to \$1.8220. But, with the help of intervention by the Bank, it bounced back to close 15 points down at \$1.8300.

There is speculation that, providing the forthcoming Budget is well received, the banks could be able to lower their base rates by a further 1/2 per cent after the Budget.

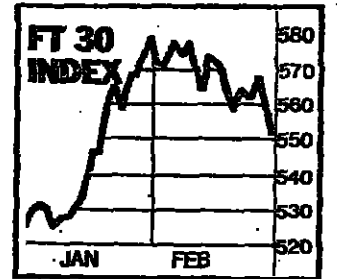
## Stocks catch Budget jitters

By Philip Robinson

The cold water poured over optimistic Budget forecasts by Mrs Thatcher on Tuesday night hit the stock market yesterday, driving the Financial Times Index of Britain's top 300 companies down nine points at one stage.

The Prime Minister's comments were too much for a market already nervous in an account period which takes in Budget Day and which is worried about what ICI might say about current trading when it produces full time results later today.

In turn, stages were concerned that the present



gloom will take the edge off profits they hope to make on new atomic issue, Amersham International, when dealings start today. As a result

between 250,000 and 500,000 shares came on offer in BP, Thorn EMI, Seabury, Asda, Hawker Siddeley, Gilt & Duffus, Electronic Rentals and Rio Tinto Zinc. Most of the selling came from Europe.

By noon it looked as though the FT Index would notch up an 18 point fall in two days. But by the time the Queen Mother arrived on an informal visit to have lunch with Stock Exchange chairman Sir Nicholas Goodison, most of the trading floor excitement was over. The index closed 6.4 points lower at 552.6.

## Gill &amp; Duffus shares drop 9p

By Michael Prest, Commodities Correspondent

Shares in Gill & Duffus, one of London's biggest commodity trading houses, fell 9p to 162p yesterday on reports that a company has been bought by the troubled tin market. One member of the London Metal Exchange is known to have borrowed tin heavily to support its short position.

Mr Roger Thorne, a director of Gill & Duffus, said last night that the firm has lost money in dealings on its own behalf, although some clients may have lost money. "The tin market has been chaotic," he said. "We have made a lot of money and have

given some of it back. Gill & Duffus has been a small borrower of tin."

Despite reports from Kuala Lumpur that the mystery buyer who has demonstrated the tin market since last July would insist on physical delivery from those who want to sell three months ago, the first day on which shorts had to fulfil their contracts passed quietly.

Cash tin fell by £70 a tonne to £8,055, while three months tin eased £57 to £7,965. But the cash price was supported by purchases from a broker not previously associated

with the buying operation. This has led to market speculation that the operators have changed tactics.

Market sources said that the same ring dealer who had borrowed 2,000 tonnes of tin on Tuesday was a heavy borrower again yesterday. At least 5,000 tonnes were involved.

Gill & Duffus, whose traditional markets are coffee, cocoa and rubber, revealed last October that it had lost \$5m from unauthorized commodity dealings in Hongkong. Earlier this month, Mr Pat Aitken resigned as chairman.

## Builders in call for Budget aid

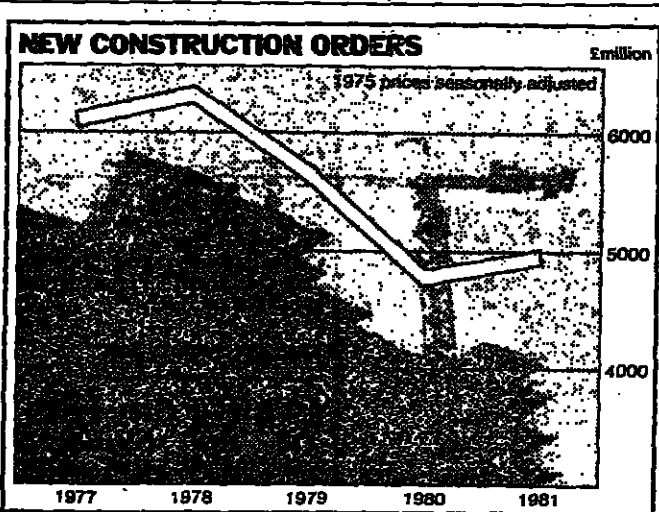
By Rupert Morris

New orders for building work in Britain were 4 per cent higher last year than in 1980, according to Government statistics released yesterday.

No sooner were the figures released, however, than from all sides of the industry came renewed calls to Sir Geoffrey Howe, Chancellor of the Exchequer, to include some significant aid to capital involvement in his Budget.

Although ministers were understood to have been encouraged by the figures, the Department of Environment did not suggest that recovery was on the way for one of Britain's most labour-intensive and recession-hit industries.

The figures confirmed "no sign of any significant upturn in the industry," according to Mr Kenneth Cooper, director-general of the National Federation of



Building Trades Employers. The Federation of Civil Engineering Contractors reckons that the real picture is far worse than the official figures show. It says that much civil engineering work is being done at the same level of output in 1981.

Mr Les Wood, general secretary of the Union of Construction Allied Trades and Technicians, spoke of "a crisis, not just for the construction industry, but for Government economic policy."

New orders in public housing in the fourth quarter of 1981 were 41 per cent up on the previous quarter and 53 per cent higher than the last quarter of 1980.

The D of E attributed this remarkable rise to local authorities having raised money from the sale of council houses.

## Institute predicts only slow growth

## Jobless forecast at 3.5 million

By David Blake, Economics Editor

The British economy faces another two years of slow growth, rising unemployment and inflation around 10 per cent, according to the National Institute of Economic and Social Research.

In its latest quarterly Economic Review the institute predicts output will rise by only three quarters of a per cent during 1982 and that the underlying level of unemployment will go up by 300,000.

The institute predicts further rises in unemployment next year, with average for adult unemployment set at 3.3 million implying that if school leavers are counted as well the total out of work will be 3.5 million.

At the same time as the institute produced its gloomy forecasts, Oxford Economic Forecasting predicted that growth this year would be 1.2 per cent and that it would be next year to 2.3 per cent, though this would not be

enough to reduce unemployment.

However, the Oxford group were more optimistic about inflation, which it expects to fall to single figures this year and stay there.

The institute's forecast is drawn up using the organization's own model of the economy, which is constructed on Keynesian lines.

It predicts that the Government will succeed in bringing down its borrowing over the years ahead and that it will keep money supply growth to 9 per cent this year and 8 1/2 per cent in 1982. The country's balance of payments is expected to stay in substantial surplus.

But living standards are forecast to fall until this time next year, and then to show only a modest recovery. They are expected to be little more than half a per cent higher at the end of 1983 than they are now, posing severe problems for the

Government in the run-up to the election.

The institute forecasts that earnings will go up by about 9 1/2 per cent during the current pay round and about 10 1/2 per cent during the pay round beginning in July.

High unemployment is thought likely to prevent a new wage explosion over the year ahead.

Industrial investment is thought to have reached bottom, but the recovery is expected to be slow. The main positive force in the economy is seen to be the end of destocking this year, with exports taking up the running along with higher consumer spending later on.

All of the forecast has been drawn up on the assumption that the Chancellor has a neutral Budget in which he simply indexes tax allowances and excise duties on March 9. Interest rates are expected to fall but the pound is thought likely to remain strong.

## SUMMARY OF NATIONAL INSTITUTE FORECAST

	GDP (1975 prices, per cent change, year/year)	Unemployment (million) (a)	Price index (1975=100) (b)	Current account balance (year, £ billion)	Public sector borrowing requirement (fiscal year, £ billion)
1980	-2.8	2.0	18.0	3.1	13.2
1981	-2.5	2.5	17.8	2.8	12.5
1982	-1.4	3.1	10.7	5.2	8.4
1983	0.7	3.3	9.5	9.7	7.6

(a) UK, wholly unemployed, including school leavers.

## Lonrho to seek expansion cash

By Philip Robinson

Lonrho, the international trading company which is preparing a second takeover bid for the House of Fraser stores group, yesterday told shareholders it wants to raise its borrowing power by 50 per cent, enabling its debts to be almost three times what they are now.

In a separate letter to its shareholders accompanying the annual report, Lonrho says that an increase in the group's borrowing power is necessary to allow for future expansion and development.

Mr Paul Spicer, a director, said last night: "I'm told this is just bringing us into line with other companies."

But the move could well meet resistance from Lonrho's largest institutional shareholder, Gulf Fisheries, which is backed by the Kuwait Royal Family and has around 15 per cent of the equity. Gulf has already challenged Lonrho once.

It failed to block a move by the group headed by Mr Roland "Tiny" Rowland to increase the number of shares it had more than a year ago.

A special resolution is needed to increase the borrowings which requires a 75 per cent majority of the votes cast. The Lonrho directors are backing the move with their combined 17 per cent of the votes.

Lonrho want to revise its



Mr Rowland: moving to resolve objections

borrowing limit to equal three times its total capital and reserves. This would raise the limit from £976m to £1,464m. Borrowings at the end of last September stood at £589m.

In his annual report Mr Rowland says that the group is moving to resolve the stated objections of the Monopolies Commission to his 150p a share bid for the House of Fraser.

Lonrho has given guarantees not to interfere with the running of the group which owns Harrods, but has obtained a letter allowing it to bid again if it can meet the criticisms of the Commission.

## Biffen warns of trade war threat

By Philip Webster

Mr John Biffen, Secretary for Trade, issued a warning last night of the threat of a world trade war caused by a marked increase in political tensions between leading trading powers.

He said imbalances between Europe, the United States and Japan presented a potentially dangerous flash-point when there were signs that the industrial world's previous determination to resist protectionism could be crumbling.

Mr Biffen told the Conservative Business Group: "I have little doubt that the present tensions between the trading powers represent the gravest threat to the open trading system in the post-war era."

Mr Biffen, who in recent speeches and during his visit to Tokyo has warned the Japanese of the protectionist pressure against them in Europe and the United States, indicated that he was against further isolating Japan by waging a trade war.

Speaking of the new tensions in the trading powers Mr Biffen referred to the dispute over Europe's steel exports to the United States, American criticisms of the European Community's policy, and insistence from both sides of the Atlantic that Japan's growing surpluses with the United States and Europe, last year reported to total \$24,000m, were unacceptable.

## Rolls-Royce sell-off deferred

By Edward Townsend, Industrial Correspondent

The Government has ruled out any attempt to sell the state-owned Rolls-Royce aero-engine manufacturer to the private sector for at least three years, despite firm predictions that the company will become profitable next year.

Mr Norman Lamont, Minister of State at the Department of Industry, told MPs yesterday that privatization remained the Government's long term aim but because of Rolls-Royce losses and its involvement in several engine development projects it was not yet a practical proposition. Rolls-Royce was also engaged in defence contracts which gave rise to further uncertainties.

He also dismissed the possibility of injections of private equity capital into Rolls-Royce and said a public sale would not occur in the next 2-3 years, which takes in the life span of the present government.

Informal discussions have been taking place in Whitehall between the company and Government officials, with both sides apparently agreeing that the time for privatization has not yet arrived.

Rolls-Royce directors believe the company will not be ready for such a move until 1986. Mr Lamont, giving evidence to the Commons Select Committee on Industry and Trade, said that R-R, which was taken into state ownership after its collapse 11 years ago, had failed to meet financial targets set by the National Enterprise Board and the Government would not set any financial duty until the company returned to profits.

His comments followed the disclosure by R-R on Tuesday that it would be seeking further state funds to finance its joint venture with Japanese manufacturers to develop the RJ 500 jet engine. The aerospace industry is also looking to the Government to assist with investments in the proposed A 320, 150-seater airliner of Airbus Industrie and in development of the Westland Wc30 helicopter.

Later, addressing the Society of British Aerospace Companies in London, the minister said: "The Government has indeed indicated its willingness to consider any requests for support on the basis of an investment repayable by levy on sales. It has also made clear that it would have to do so against the background of resources available at the time and the merits of the particular project."

## Midland Bank Interest Rates

Effective from 25th February 1982.

## Base Rate

Reduces by 1/2% to 13 1/2% per annum.

## Deposit Accounts

Interest paid quarterly on 7 day deposit accounts reduces by 1/2% to 11% p.a. APR 11.4%.

## Abatement Allowance

On ledger credit balances of current accounts which are subject to the standard personal current account tariff and do not qualify for free terms reduces by 1/2% to 7% p.a.



## Daejan Holdings PLC

## INTERIM STATEMENT

Unaudited results for the half year ended 30th September 1981

	6 months to 30.9.81 £'000	6 months to 30.9.80 £'000
Rent and Service Charges less Property Outgoings	2,170	2,834*
Surplus on Sales of Properties	3,603	2,480
Other Income	12	71
	5,785	5,385
Financing Charges & Other Expenses	2,989	3,440
Group Profit before Tax	2,796	1,945
Taxation	1,150	750
Minority Interests	9	9
Transfer to Capital Reserve	114	766
	1,273	1,179
Earnings Per Share	10.05p	7.28p

\* Includes £366,000 relating to previous year. An Interim Dividend of 1.225p per share (1980-1.225p) will be paid on 19th March 1982 to shareholders registered on 26th February 1982.

Preliminary results of the revaluation of the U.K. portfolio carried out as at 31st January 1982 reveal a surplus over book values of £23 million in respect of investment properties and £27 million in respect of trading properties. The investment properties surplus will be incorporated into the March 1982 Accounts.



# THE HONGKONG BANK GROUP

announces that  
on and after

25th February, 1982

the following annual rates  
will apply

**Base Rate . . 13½%**  
(Previously 14 %)

**Deposit Rate (basic) 11%**  
(Previously 12 %)

**The Hongkong and Shanghai  
Banking Corporation**

**The British Bank  
of the Middle East**

**Mercantile Bank Limited  
Antony Gibbs & Sons, Ltd.**

**M. J. H. Nightingale & Co. Limited**

27/28 Lovat Lane London EC3R 8EB Telephone 01-621 1212

**The Over-the-Counter Market**

1981/82	High	Low	Company	Price Ch'ge	Gross Div	Yld %	P/E Ratio	Yield %
124 100	ABU Hldgs 10% CULS	124	—	10.0	8.1	—	—	—
75 62	Airsprung Group	70	—	4.7	6.7	11.1	15.4	—
51 33	Armstrong & Rhodes	45	+1	4.3	9.6	3.8	8.5	—
205 187	Bardon Hill	201	-2	9.7	4.8	9.8	11.9	—
104 70	Deborah Services	70	-1	6.0	8.6	3.5	6.6	—
131 97	Frank Horsell	131	—	6.4	4.9	11.8	24.3	—
83 39	Frederick Parker	83	—	6.4	7.7	4.2	8.1	—
78 46	George Blair	51	—	—	—	—	—	—
102 93	Ind. Pref. Castings	95	—	7.3	7.7	6.8	10.3	—
106 100	Isis Conv Pref	106	—	15.7	14.8	—	—	—
113 94	Jackson Group	96	—	7.0	7.3	3.0	6.8	—
130 108	James Burrough	112	—	8.7	7.8	8.2	10.3	—
334 250	Robert Jenkins	250	-2	31.2	12.5	3.5	8.8	—
59 51	Servotronics "A"	59	—	5.3	9.0	9.6	8.4	—
222 160	Torday & Carlisle	160	-1	10.7	6.7	5.1	9.5	—
15 10	Twinklark Ord	13½	—	—	—	—	—	—
80 66	Twinklark 15% ULS	78	—	15.0	19.2	—	—	—
44 25	Unilock Holdings	25	-1	3.0	12.0	4.5	7.6	—
103 73	Walter Alexander	76	—	6.4	8.4	5.0	8.8	—
263 212	W. S. Yeates	228	—	13.1	5.7	4.3	8.8	—

Prices now available on Prestel page 48146

## BUSINESS NEWS/COMPANIES AND MARKET REPORTS

### Ansbacher finds a future in the past

Its model  
is in the  
18th century

Fascinating though the restructuring of Henry Ansbacher has been as an on-going City saga, the real story is the bank's policy for the future (Sally White writes).

It intends to be an old-fashioned merchant bank in the 18th century mould that is offering trade-related services on an international basis. This is the way Lord Kissin wanted to take Guinness, and the way that in their various styles Mercantile House, Mills & Allen and even Exco are going.

"Intelligence and know-how related things," is how Mr Charles Williams, chief executive, describes the bias of service to be offered, as opposed to banking activities that require large amounts of capital.

His immediate background was as chief of the Price Commission. A better clue to his inspiration comes from previous jobs. He is long in the City experience. The Bank of London and Montreal, Eurofinance SA and then Barings.

Mr Williams was brought into Ansbacher by the commodity and metal grading group, Lissauer of the United States. Currently Lissauer owns 49 per cent of Ansbacher. It wanted to develop the bank so that it could take full advantage of Lissauer's world-wide trading business and contacts.

Part of the complicated series of deals announced yesterday sales

down the Lissauer stake to 22 per cent and it also scales down another large shareholder, Grand Metropolitan, from 18 per cent to 7 per cent. This is to bring in a big financial partner for Ansbacher (to complement the trade backing from Lissauer).

Touche Remnant, the investment trust group, liked this method of diversifying its interests. Apart from obtaining a 20 per cent stake, by taking up the Lissauer and Grand Met. rights, it is putting in its deputy chairman, Mr David LeRoy-Lewis, to become chairman of Ansbacher.

Mr LeRoy-Lewis has a hand in other City restructurings recently, having become chairman of London money-brokers R. P. Martin after the merger with Bierbaum, the German group.

### The bond mystery

Bond market operators are as baffled by their own activities at the moment as is everyone else (Michael Prest writes). New issues this week have reached a cumulative £1,500m (£824m), still they come thick and fast. But the wonder is that so far the impact on prices and yields has been slight.

Given the hindsight of the last three days — which is about as long as the market can look either backwards or forwards in present conditions of high exchange and interest rate volatility — it is not surprising that borrowers should have taken advantage of the modest



LeRoy-Lewis: Ansbacher chief

optimism afforded by easier American money supply and interest rate figures.

What has caught the market off balance is the apparently insatiable demand for good quality paper and the willingness of borrowers to offer continuing high coupons and yields.

Thus the World Bank, one of the very best credits, has returned for £250m at 15½ per cent. Nova Scotia, Australian Resources Development Bank and Burroughs carry 15.75, 13.5, and 15.75 per cent respectively.

On the corporate side, one possible reason for the demand is that interest and amortization payments are heavier than usual this month, placing more funds in the hands of portfolio managers.

### Sweet talk by Rowntree

The men from Rowntree Mackintosh will today be putting their case to win over Huntley & Palmer shareholders (Margaret Pagano writes).

Whatever else they may have up their sleeve — apart from what promises to be a good set of results — it will be tough going to convince cynics in both camps that the bid makes sound commercial sense.

For it is evident that Rowntree shareholders themselves have been less than persuaded. If successful the bid will dilute earnings for a few years and is the sort of strategy promised last year.

In the short-term, the takeover, which will cost at least £27.4m cash straight off, will mean pumping into Huntley a considerable sum of money to generate its full potential.

Profits of £20m are not impossible in a few years, but it will mean drastic pruning at Huntley's three factories. Forecasts for 1981 are still for some £7.5m.

But the market feels that Rowntree will not need to go any higher (despite Huntley's hopes for another 20p), and will probably succeed in making Huntley's famous brand names more profitable. Certainly, from Huntley's point of view, it would seem that a future with Rowntree is probably its best bet as it lacks the punch, and cash, to go it alone, there is also the possibility of an Office of Fair Trading referral.

### CRODA INT

#### Call to reject takeover

Croda International is forecasting 1982 profits of £16m before tax in a hard hitting letter to shareholders strongly advising them to reject the 70p share takeover bid from Burmah.

The forecast profits, which would represent a 58 per cent increase over 1981, is to back up Croda's earlier promise of an 86 per cent rise in dividends to 10p gross in 1982.

Croda says that after tax of £6m, which will include about £2.5m advance corporation tax, the net dividend would be covered 1.35 times. Croda's merchant bank Warburgs said that no calculations had been made of likely current cost earnings in 1982.

Croda tells shareholders that Burmah is financially weak but despite this may still raise its offer for Croda.

### WEDGWOOD

#### Trading blues

An extremely pessimistic statement on world trading came from Sir Arthur Bryman, chairman of Wedgwood, yesterday despite buoyant nine-monthly figures.

Even pre-tax profits, up 66 per cent to £6m in the period to January, failed to cheer and the group's shares fell 4½p to 75½p. Sales increase by £8m to £86m.

Sir Arthur stressed that there was still no firm evidence of any improvement in either international or domestic business. He said that to deep recession in the United States and European markets was continuing to cause concern.

Since the group, often held up as one of the best measures of British exports, has some 63 per cent of its total sales overseas, this can only be taken as further disappointing news. Predictions that trading will pick up in the second half of 1982, Sir Arthur added, was no real comfort.

However, Wedgwood takes some hope from the trade reaction to a wide range of new products displayed at the spring exhibition. This, and improved production techniques, give a degree of optimism.

Interest charges dropped from £2.4m to £1.9m, through moving debt into foreign currencies. After tax, attributable profits are £3.7m against £2.2m.

Wedgwood made £6m last year and will comfortably beat this in 1982.

### HARRISONS ME

#### Profits dip £3m

Harrisons Malaysian Estates, the plantation company 81 per cent owned by Harrisons & Crosfield, saw pre-tax profits for the half year to end-September fall by nearly £3m to £11m. The interim dividend was maintained at 3.5p gross. Earnings per share were 4.06p, against 5.09p.

The decline in profits was chiefly because of lower rubber and cocoa prices and a poor rubber crop. The adverse movement of the Malaysian dollar also affected the outcome, although the sterling price of rubber did not change much.

The directors say that results in the second and third quarters recovered to show a "substantial improvement". This year's figures will include an extraordinary item matching the £5m gained from last year's sale of a stake in Harrisons & Crosfield. Nevertheless, pre-tax profits are expected to be similar.

### CARRINGTON

#### Cut in losses

Substantial rationalization, which will have cost 10,000 jobs by the end of the year, has brought sharp cut in losses for textiles group Carrington Virella, almost halved at the pre-tax level to £4.3m in the year to December, against £8.3m. The rationalization cost £12.5m in 1981 against £21.5m.

### Base Lending Rates

ABN Bank	13½%
Barclays	13½%
BCCI	14%
Consolidated Crds	14%
C. Hoare & Co	14%
Lloyds Bank	13½%
Midland Bank	13½%
Nat Westminster	13½%
TSB	13½%
Williams & Glyn's	13½%

\* 7 day deposits on sums of under £10,000 11.00%  
£10,000 to £25,000 12.00%  
£25,000 and over 12.50%

## INTERNATIONAL



### HONGKONG

Mr John Brembridge, Hongkong's Financial Secretary, yesterday reported a budget surplus of £1,648m for the 1981-82 financial year, just ended, and described it as a success story in difficult times. He raised personal allowances from \$HK15,000 to \$HK20,000 which will cover an estimated 300,000 of the colony's 5 million Chinese. As an incentive for businessmen, Mr Brembridge announced an increase from 35 to 55 per cent tax allowance for plant and equipment purchases.

The Financial Secretary also announced that foreign currency deposits placed with licensed banks and deposit-taking companies would be exempt from interest tax. The tax on interest from Hongkong dollar deposits would also be cut to 10 per cent from 15 per cent, effective from today.

Japan will neither cut output of semi-conductors nor restrict exports to the United States despite the American's criticism, the Japan Electronic Industries Association said. Japanese industry has just reached about 70 per cent of the United States market share for the 64K RAM (Random Access Memory), the latest computer memory device, against 30 per cent by the United States firms.

### NETHERLANDS

The Netherlands had a foreign trade surplus of Gld 200m (£41.8m) in December compared with a Gld 2,000m surplus in November and a deficit of Gld 800m in December, 1980. For 1981 as a whole, Dutch trade showed a surplus of Gld 6,000m compared with a year-earlier deficit of Gld 5,300m.

### MEXICO

The British Export Credits Guarantee Department (ECGD) is guaranteeing a £31m loan which N. M. Rothschild & Sons has provided for Banco Nacional de Comercio Exterior SA of Mexico. Rothschild is acting on its own behalf and for a syndicate of banks, and the loan will help finance a £37m contract awarded to Darwin Instruments of Cambridge for the supply of equipment for technical education and research in Mexican training establishments.

### HILL SAMUEL

#### Stake reduced

Hill Samuel is cutting its stake in one of Korea's leading merchant banks, Saehan Merchant Banking Corporation, by selling 13 per cent of the equity to Chemical Bank. The deal will leave Hill Samuel with 7.5 per cent and Chemical Bank with 12.5 per cent, which is also buying the shares held by Banque Arabe et Internationale d'Investissement which will have 23 per cent.

Hill Samuel, which helped to found SMBC, is reducing its involvement because SMBC's business is increasingly capital intensive and given the constraints on a United Kingdom merchant bank, Hill Samuel feels that Chemical Bank would be more able to meet its capital needs.

Sir Robert Clark, chairman of Hill Samuel, said SMBC would be better able to expand and meet the capital requirements of Korean industry in the 1980s with the backing of a leading money centre American bank.

## LATEST RESULTS

Company list or file	Sales £m	Profits £m	Earnings per share	Div pence	Pay date	Year's total
BPW (Q)	42.31(38.27)	0.48(1.44)	9.7(31.9)	1.5(1.5)	21.4	(5.77)
Carrington Virella(F)	280(297)	4.36(5.8)	4.14(5.58)	1.8(1.2)	19/3	(2.25)
Deimos(I)	10.9(9.4)	2.79(1.94)	10.05(7.28)	1.9(1.2)	19/3	(3.85)
Elco Holdings(I)	8.58(10.37)	0.73(0.77)	(—)	1.0(1.0)	12/5	(3.4)
Harrisons Malaysia(I)	30.4(31.3)	1.1(1.3)	4.06(5.09)	2.5(2.5)	(—)	(11.0)
Hoover(F)	201.9(206.7)	30.98(31.48)	(—)	(6.0)	(—)	(6.0)
Mooreline Test(F)	(—)	1.08(1.2)	3.34(3.58)	2.5(2.5)	25/3	3.5(3.58)
Johnson, Mat (9 mths)	588(672)	35(30.4)	24(26.3)	(—)	(—)	(9.5)
Wedgwood (9 mths)	66.2(78.1)	6.06(6.62)	10(17.4)	(—)	(—)	(3.3)

Dividends in this table are shown net of tax on pence per share. Elsewhere in Business News dividends are shown on a gross basis. To establish gross multiply the net dividend by 1.425. Profits are shown pre-tax and earnings are net. a=Loss; b=Adjusted for scrip issue.

# "I am confident that we shall maintain and improve on our record of success"

E. S. Margulies, Chairman.

### Highlights from the Chairman's Statement

The diversity of the Group's operations has again been a source of strength in maintaining performance in a year of very demanding conditions.

Some of our businesses have been severely affected by recession within the United Kingdom and some of our main international trading activities have experienced difficult markets. But elsewhere there have been good trading opportunities, which the growing strength of our international organisation has enabled us to realise. Overall, the Group profit and market share have increased, a position which is not reflected in turnover due to sharply reduced commodity prices.

The results reflect the partial consolidation of British Sugar Corporation which, following the acquisition last year of 40 per cent of the equity, is treated as an associate company.

A total dividend for the year of 7.5p net per share is recommended — an increase of 15.4 per cent.

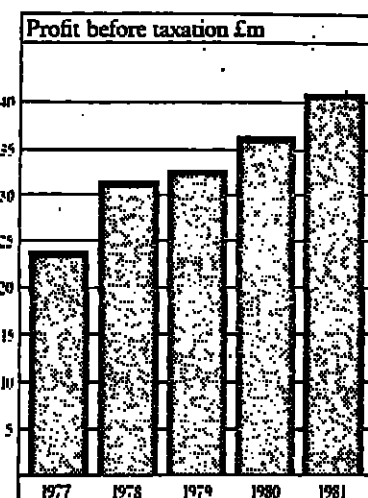
Over the years, S & W Berisford has become a highly diversified and balanced trading Group, with considerable financial strength, operating through many separate businesses in many countries.

Our strategic course in further developing the Group's activities is to draw on our skills and experience

and substantial financial resources in order to broaden and strengthen our existing mix of trading and processing businesses, and improve their individual performance. Thus, we intend, cautiously and deliberately, to deepen our involvement in trades where we are already established profitably, as well as to extend the range of materials in which we trade by moving into promising new areas. We also seek to strengthen our regional organisation in different parts of the world so as to improve our ability to source important raw materials or to service our customers internationally.

I am confident that we shall maintain and improve on our record of success, and continue to find profitable growth in the future.

The major initiative pursued by the Group last year was our bid for British Sugar Corporation, as a result of which we acquired just over 40 per cent of the share capital. The results to date achieved by British Sugar fully justified the investment we made last year. Under the rules of the Takeover Code, although we may sell shares if we wish, we are inhibited from making any further investment until the summer of 1982 and during this period we will continue to keep the position under review.



### FINANCIAL HIGHLIGHTS

	1981	1980
Year ended 30th September	£ million	£ million
Turnover	2,236.4	2,452.5
Profit before taxation	40.7	36.1
Ordinary Shareholders' earnings	30.2	27.1
Ordinary Dividend	12.6	10.2
Shareholders' Funds	179.0	163.3
Earnings per share	18.07p	18.69p*
Dividend per share (net)	7.50p	6.50p*
Dividend times covered	2.41	2.66

\* Adjusted for capitalisation issue 1981



# S&W Berisford

An international group of companies principally involved in the merchandising, processing and distribution of key raw materials.

Annual General Meeting  
The Seventy-second Annual General Meeting of the company will be held at The Tower Hotel, St. Katharine's Way, London E1 on Tuesday, 16th March 1982 at 12 noon.  
Annual Report 1981  
Copies of the Annual Report, containing the Chairman's Statement in full and a Review of Operations for the year are available from The Secretary, S & W Berisford Limited, Berisford House, 50 Mark Lane, London EC3R 7QJ.

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# BUSINESS NEWS/FOCUS AND COMMENT

## PEOPLE

### Leicester leaps in regardless

Scott Durward, 46, chief of the Leicester, seventh largest building society, which yesterday introduced a clutch of concessions to anyone putting money into his society, learnt his trade selling cigarettes for Imperial and sweets for Rowntree. He thinks that most of his colleagues are still stuck in the sixties when the "movement" did not have to bother about competition from banks and national savings.



Scott Durward: unconventional

would like to be chairman of the Building Societies Association but "I have more important things to do". Anyone with £100 in a Leicester account can get a Leicestercard, a passport to cheap personal loans from Citibank, besides travellers' cheques and cheap holiday insurance. An exclusive deal has been done with Private Patients Plan. There is also a discount shopping scheme, and a possible 15 per cent off the price of a new car.

### What price a tax Utopia?

A Britain free from a myriad of taxes sounds like a Utopia. But this is the aim of the campaign for "Unitax", a system whereby all taxes and duties would be replaced by a single levy on every form of energy.



"Good Heavens! The pre-Budget arguments have started early this year."

### Divide and duel

Good news and bad news from Harry Feigen, general secretary of the Taxi Drivers Association. The bad news is that taxi drivers are after a five per cent increase this April to make up for ground lost since the 13 per cent increase last July. The good news is that he and his members are getting together a case for cab-sharing on certain routes, principally from Heathrow and the suburbs into town and back.

Peter Wainwright

### NEW APPOINTMENTS

Mr Derek Kingsbury has been appointed group chief executive with effect from April 5 and chairman of the group subsidiaries Fairway Automation, Fairway Engineering, Fairway Hydraulics, Fairway Marine, Fairway Nuclear, Fairway Winches and Fairway Filtration. Mr George Uthlaut has been appointed managing director responsible for Esso Petroleum Company's exploration and production division. Mr David Clayman is to be appointed to the position of executive director with effect from March 1. The following changes will take place at Mitchell Cotts: Mr P P Dunkley, who has been executive director since 1978, will assume the title of chairman and chief executive. Mr R M Knesey will join full-time as deputy chief executive; he has been executive director since February 1980, and is at present joint managing director of Delta Group. Mr E P MacKenna and Mr I K Sall will be appointed managing directors.



Mr Peter Goode, managing director of Hoover Ltd: attempting to fill the profits vacuum

## After the rout - can Hoover claw its way back?

Hoover has been bumping along the floor for so many years that even a loss of £31m for 1981 drew only a mild response yesterday from the dwindling band of those who scrutinise the company's fortunes.

Indeed, judging by the gyrations of the share price during the day, the oft-quoted funeral rites for one of Britain's most famous, if ill-starred, companies must be deferred yet again. The hope, without any guarantee that it will be realised, is that having undergone drastic and prolonged surgery - during which the British workforce has been cut by 50 per cent over the past three years and production concentrated at Merthyr Tydfil and Cambuslang in Scotland - Hoover will become a leaner, fitter animal.

Some analysts yesterday were talking about the company breaking even this year and a profit as high as £15m for 1982.

However, the ravages of recent years must induce a good deal of caution. Basically Hoover has been paying the price of being first in the field.

Controlled by the Hoover Company of Ohio, which owns 73 per cent of the non-voting stock of Hoover Ltd, the British company was persuaded by the Government in the post-war years to set up production in the depressed areas of South Wales and Scotland.

The venture was a moderate success in the Fifties and

Sixties as the consumer boom created a demand for Hoover washing machines and floor cleaners. The company diversified into allied products like spin driers, irons, toasters, electric kettles and cooking ovens.

By 1973 Hoover was earning pre-tax profits of £21.3m and employing more than 16,000 in Britain at Merthyr Tydfil, Cambuslang and Perivale in West London, where it inhabited one of the most famous art deco industrial buildings in the country.

But by the early Seventies, the company's pre-eminence was challenged by cheap imports, particularly from Italy where Zanussi, Indesit and Candy proved their ability to undercut Hoover by producing white goods in bulk for both the domestic and export markets. European manufacturers of washing machines also moved into the British market and quickly picked up a 20 per cent share.

Electrolux, the Swedish multi-national, proved more efficient with sales per employee from its Luton factory, almost double those at Hoover. Last year Electrolux employed 5,000 against 10,000 at Hoover.

But it was not only foreign manufacturers who were more efficient. BSR's Goshin vacuum cleaners and GEC Hotpoint washing machines proved resilient during the recession, even though the overall market for domestic appliances slumped by 8 per cent from mid-1980 to the middle of last year.

Hoover began to show the strain during the second half

of the 1970s, a period in which profits slumped every year from 1975's £20.4m to a £1.4m loss in 1980.

Aggravating the problems of high priced products, weak marketing and cheap imports, were the labour troubles which bedevilled management at Merthyr Tydfil and Cambuslang, both of which are essentially company towns. Cambuslang was stopped for 10 weeks in 1974 by a wave of strikes against pay restraint. Further disruption hit production in 1975 and 1977.

The onset of the recession in the domestic appliance market during 1979 forced Hoover to lay off workers.

Last year the British workforce was cut from 10,224 to 6,854. These redundancies cost Hoover £13.5m out of total rationalisation costs of £17.2m. Managing director Mr Peter Goode, who was appointed last August, clearly hopes that the huge provisions for 1981 will not spill over into this year and that the costs of slimming down the group will be a once and for all item in the balance sheet.

Hoover's finances could be given a boost by the redevelopment of part of the nine-acre Perivale site. The closure of Perivale as a manufacturing centre was announced last October. A statement on the future of the historic building is expected next week and this could include plans for redeveloping parts of the rear, possibly for a shopping complex or even a hotel.

The facade of Perivale will remain untouched because it is listed. Hoover has been advised by a panel of international survivors and hopes any redevelopment will be architecturally eye-pleasing as well as profitable. As yet it is unclear whether the company will develop the site itself.

Clearly, Mr Goode's main strategy after the past failures, is to go for a product-led recovery. Hoover's share of the total cleaner market is 33 per cent. But it has only a 17.6 per cent stake in the suction market. The new Sensortronic range is to be launched next month and Hoover claims the models will be the quietest and most efficient in Europe.

Hoover is to spend £2m on advertising the new models which will sell for between £50 and £120. Hoover is also for the first time fighting back against cheap imports by launching a new range of washing machines. Two of the models will sell for under £200, making them competitive with other products on the market.

The company is also setting out to grab a chunk of the £200m home security market. Thiefcheck, a kind of do-it-yourself anti-burglar kit, will shortly be launched at £140. The advertising claims the kit is sufficient to protect a three-bedroomed house. The product has been developed partly on the advice of ex-burglars approached by Hoover.

Despite the recession which hit the white goods market hard, Hoover still sells just under half of all upright vacuum cleaners sold in Britain and lost only a

fraction of the total market share last year. Mr Goode has a marketing background and is determined to fight the competition, not only on the traditional cleaner/washing machine front, but by launching new products backed by the Hoover name.

The difference between this strategy and other which have failed in the past, is that Mr Goode is prepared to pursue a more aggressive marketing and advertising stance while getting the pricing policy right.

It remains to be seen whether the new marketing strategy will enable Hoover to compete effectively, especially when the recession lifts. Even now there are signs that overall demand for domestic appliances is rising slightly. Sales in unseasonal January were slightly ahead.

The financial background is less than bright however. Borrowings are estimated to have risen from £15.6m a year ago to around £20m, compared with a market capitalisation of £18m. The advertising and promotional costs required to launch new products will bear down on profits in the short-term. The best Hoover can hope for this year is to break even, if all the provisions are indeed out of the way. And hanging over the group is the prospect that the American parent might attract a bid, either from old favourite Black and Decker, or from Japan. If the recovery is about to start, this could be a good time for a predator to strike.

Kevin Page

## Reagan puts his money on enterprise zones

### PERSPECTIVE: REVITALISING INNER-CITIES

By Bailey Morris



Donald Schaefer, Baltimore's popular Mayor has endorsed Reagan's programme: "Practical mayors live with the rules of the game."

programme now under the direction of the US Department of Housing and Urban Development.

Generally, the legislation was supported by mayors and governors across America. At a time when federal support for the cities was shrinking, they viewed it as one of the last straws to grasp.

This was the message relayed to Mr Reagan at the White House by Mr Donald Schaefer, the popular mayor of Baltimore, Maryland, who has endorsed the programme enthusiastically. He has been highly critical of the President. "Practical mayors live with the rules of the game. We have high unemployment. I worry about jobs. That's why I am over here, working with the President on enterprise zones", Mr Schaefer said.

He has urged Mr Reagan to designate Baltimore as the first zone since the city has already launched a similar programme with the aid of local businesses and banks, in its Park Heights industrial area. This low income area north-west of Baltimore has high unemployment of up to 50 per cent among young black people, plenty of vacant land, but few businesses, Mr Schaefer said.

The problem with Park Heights, as with most depressed urban areas, is that businesses will not move in because of high crime rates and low profit potential. The zones are intended to reverse this pattern.

Critics contend, however, that the Reagan administration's plan, as presently constituted, will not solve the problems and may even create new ones. Public expectations for jobs and other economic benefits flowing from the programme are too high and could dissolve later into more social unrest.

Mr Ray Warren, assistant director of community development in Springfield, Massachusetts, is one of the doubters. "They plan on maybe 30 of these things of perhaps a square mile each, meaning the entire federal urban policy encompasses only 30 square miles", he said.

There is also strong opposition at state level to a provision in the Reagan plan requiring localities qualifying as zones to waive local property taxes. This added

of Management Associates, a private consulting firm.

Mr Brandwein was hired by the administration to review existing enterprise zone proposals and write a report, including recommendations to correct the flaws. In this capacity he travelled to the United Kingdom to study the British zones.

Generally, Mr Brandwein found that the British experiment does not really apply to the United States because of big differences in both the problems to be corrected and the method of doing business.

In the United States, for example, property developers do not build big offices and plants until they have located a tenant, whereas in Britain it is a common practice to build the structure first and then look for a tenant, Mr Brandwein said.

He also encountered unique problems in the UK zones which do not necessarily apply in US localities. In the Dudley zone, for example, the big problem to be the high cost of developing a new building because of the difficulty in finding solid land in this coal-mining community. And UK corporations have tended to avoid Clydebank because it has developed a reputation as a tough union town, based on former experiences in the shipyards, Mr Brandwein said.

The UK models have provided examples, however, of problems which the United States should avoid and which Mr Brandwein outlined in his report to the Reagan administration. Should existing firms in the zones, for example, receive the same benefits as those moving into them? How can firms immediately outside the zones compete with businesses inside which are receiving cost advantages resulting from tax benefits and regulatory receipts? These were the most pressing problems identified by Mr Brandwein.

Over the past 10 years - years in which the United States has launched numerous unsuccessful programmes to attract businesses to urban centres populated by minorities - two major problems have emerged which the zones may or may not correct, depending on how they are structured.

The most pressing problem is the lack of adequate venture capital available to small and medium-sized firms, the ones most likely to enter the zones. Bigger, well-financed companies are not likely to locate in zones since they have been fleeing inner cities for the past decade.

The Reagan administration's proposal includes some federal provided venture capital but there is no agreement yet on the amount of money or the means of distributing it.

If the programme relies too heavily on tax incentives and too little on capital infusion, it is likely to fall in the opinion of city planners who note that entrepreneurs like to locate in zones need more than tax aid to start their businesses.

Past experience has shown that the kinds of businesses likely to locate in a United States inner city zone are smaller, labour intensive companies such as food retailers or makers of parts for motor cars. Another problem which must be addressed by the Reagan administration is the difficult task of untangling snarled federal and state regulations which impede business operations.

Mr Brandwein, who supports enterprise zones as a fresh approach to an old problem, nonetheless remains unconvinced that the regulatory problem can be solved. He said the New York City administration, for example, makes life so difficult for minority entrepreneurs that many potentially good business ventures are killed because of bureaucratic delays.

Recently, a group of black businessmen in the south Bronx raised \$5m to buy an abandoned gypsum plant in an old industrial park far removed from residential areas. The deal was just about to be closed when the group received a notice from a minor official in the city's department of the environment who ordered a halt in the proceedings.

The official said he had to complete a traffic survey to make sure that reopening the plant would not cause unnecessary noise and traffic congestion resulting from trucks moving in and out of the area. His survey dragged on and finally the group's financial backers became impatient and decided to put their money elsewhere. If the Reagan administration succeeds in beating city hall, it will have accomplished something big for American business, Mr Brandwein says.

## Business Editor

### Interest rates move lower

A further half point off bank base rates may not matter much one way or the other in terms of monetary control. But after all the preaching on the need for caution in lowering interest rates, the authorities' action in giving the nod to lower interest rates after a single week of good United States money supply figures almost smacks of unseemly haste.

After all, looking at the domestic monetary situation, it is not as if the January figures signalled any obvious reason to lower interest rates. And sterling's performance on the foreign exchange markets show there must be some fear that the pound has been seasonally helped by the remittance of foreign currency holdings to meet tax payments.

That said, the authorities may have convinced themselves that United States rates are on the way down. They may well be looking for further cuts in other European interest rates too over the next few days now that the EMS realignment is out of the way.

Moreover, domestically it increasingly looks as if the Budget is going to place the emphasis on a fiscal policy that permits lower interest rates rather than very much more. Whether the authorities will allow themselves to be pushed too far on the interest rate front remains to be seen.

bill - and here the portents for the industry are poor. The industry's problem is that the Chancellor has no room to alleviate the North Sea tax burden, even if he accepts that it is necessary. There is a very real chance that the industry's pet bogey, Special Petroleum Duty, which was introduced last year as a temporary expedient, will now be extended after June this year - even though the rate may be reduced from its present 20 per cent.

There will be changes in oil taxation in the Budget - for example new and more detailed definitions of how different accumulations of oil in individual field complexes are treated for tax purposes. But few of these changes will have revenue implications for several years or at least until after the next election.

Sir Geoffrey cannot really afford to have it any other way, even though the evidence that the tax regime is beginning to have an adverse impact on future North Sea developments is finally beginning to be accepted in Government circles.

### Building The future

The construction industry, like many other lobby groups trying to bend the ear of the Chancellor, has had to live with frustration for the past few years.

The latest figures for new construction orders in 1981 might give ministers some small encouragement, but they do not alter the fundamental problems.

The crisis in the industry has long passed the stage of scare stories about decaying sewers and crumbling buildings and reached the point where both unions and management, whether directly affected or not, agree that urgent remedial action is needed.

A marginal increase in new orders does not constitute an upward trend, but may simply be the result of several major projects coming on stream.

Local authorities have underspent by about £700m in the past year, and have plenty of spare money for road renewal. That at least should be a priority for the coming year.

The most disappointing feature of the present recession has been the failure of the private sector to invest. But if the Government does not take the lead and set aside some public money for capital investment in roads, sewers and public works, the private sector will never be persuaded to do so.

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## Stock Exchange Prices

### Light selling

ACCOUNT DAYS : Dealings Began, Feb 15. Dealings End, Feb 26. § Contango Day, Mar 1. Settlement Day, Mar 8  
§ Forward bargains are permitted on two previous days

**\$ Forward bargains are permitted on two previous days**

BRITISH FUNDS				COMMONWEALTH AND FOREIGN				LOCAL AUTHORITIES				DOLLAR STOCKS				BANKS AND DISCOUNTS				BREWERIES AND DISTILLERS									
High	Low	Company	Price	Chg	Yield	High	Low	Company	Price	Chg	Yield	High	Low	Company	Price	Chg	Yield	High	Low	Company	Price	Chg	Yield	High	Low	Company	Price	Chg	Yield
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## HORIZONS

The Times guide to careers training

## Office at the heart of things

Michel Syrett on the social and financial advantages of working from home — and the legal problems that it can present

Many potential entrepreneurs, deterred by the expense involved in renting or buying premises to operate from, overlook the most cost-effective and convenient workplace of all — their own home.

The reduction of centralized employment and the introduction of miniaturized technology in many fields makes it possible to do at home work hitherto undertaken in factories and offices. The home-based freelance or consultant can offer a wide range of services, adapted or developed from skills acquired in previous employment or picked up from hobbies or leisure pursuits. These include financial or legal advisory services, telephone selling, data preparation, research, translation services, catering, teaching and design or studio work; no mention of market gardening, dress-making, craftwork, furniture restoration, picture framing or bee keeping.

The advantages of a home-based enterprise are self-evident. In addition to the reduced overheads, free-lancers have more choice in the hours they work; they do not have to commute; a proportion of their heating, lighting and telephone costs is tax allowable. Most important of all, perhaps, they can combine their work more closely with their family life.

On the other hand, working from home can prove extremely demanding. Free-lancers and studio artists often have to work long hours, sometimes into the evening and over the weekend. In familiar surroundings, close to their families, it is easy to become distracted, and they have to exercise a far greater degree of self-discipline than on an employer's premises, isolated from the distractions of home life.

In addition to the universal problems of raising finance, adjusting financial status, and promoting a service, they will have to contend with a range of legal and financial restrictions peculiar to their work. Householders' in-department with a heightened awareness of the dangers of extending their work to include accountancy, engineering, or other professions, they must be aware of the legal implications of their work. The same applies to the occupation of a house for more than 20 years or more; from operating a business on the premises, a strict interpretation of the law may apply.

If any extension or alter-

ation to the structure is necessary, planning permission will be required from the local authority, and the day to day operation of the business may be affected by a variety of laws and regulations relating to the manufacture of goods or the supply of services.

Nevertheless, most small businessmen and women find that the flexibility of being able to work and take time off when they wish, and the freedom to lead a more balanced family life, far outweigh the logistical and financial problems of working from home. Husbands, wives or other members of the household can often play an active role in the enterprise, helping to

promote the business, deal with clients, provide secretarial back-up and buy necessary stock or equipment. There is also the possibility of forming a joint partnership. As one home-based consultant explained: "My wife not only accepted the dramatic change of occupation, but also became a colleague and participant in the business. Not only is the company secretary but she also does quite a few management roles."

"I have seen more of my wife in business terms, and working with her has forged new bonds between us, which would not have been possible if I was absent from home between eight and eight every day."

Further information on starting a business from home is available from: The National Federation of Self Employed and Small Businesses (45 Russell Square, WC1R); The London Small Business Centre (45 Cannon Street, EC4A 3AB); the Small Firms Information Service (telephone operator and ask for Freephone 2444).

Recommended reading: *Earning Money From Home* (Consumer Association £3.95) and *Working For Yourself* by Geoffrey Colson (Kogan Page, £8.25 hardback, £4.25 paperback).

## Milk round creams the talent

This week sees the climax of the job recruiters' annual safari round Britain's college and university campuses. Martin Higham reports

"April", wrote T. S. Eliot, "is the cruellest month", but to employers who recruit graduates it is February. The season of the milk round, just as tanker drivers progress from farm to farm to collect the milk, so recruiters traipse around the country hoping to skim the cream of university talent.

This annual safari is often criticized: it disrupts academic work; it takes place in the most inconvenient time of year; it is a tedious and time-consuming process. The form of such meetings varies. For the majority it means interviewing a dozen or more undergraduates, at half-hourly intervals, throughout the day, before moving on to the next place. There are, however, "chess nights" or "chess hotels" (but some charge exorbitantly during the milk round).

Some employers stage presentations or arrange for graduates to visit their premises. There are also "chess hotels" (but some charge exorbitantly during the milk round).

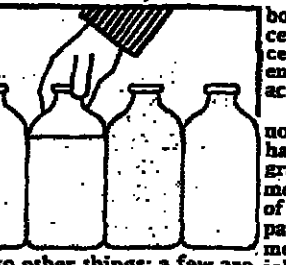
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on to other things; a few are local managers, brought in for the occasion. Most will have had some training in the skills and art of interviewing, some will be professionals, for the rest some go by first impressions or act on hunches; others try to be fair, asking questions, or say to candidates "Sell me this pen". The folklore of such interviews is prodigious.

With many people to see for a handful of vacancies, milk round interviews can be little more than a first screening; it becomes rejection, not selection. Most candidates will be turned down, the rest short-listed for interviews in the Easter vacation; second interviews in term time are rare, and are usually for the better equipped.

An efficient secretariat is needed back at base, to deal with the letters that precede the interviews. There are too often graduates kept waiting for weeks before they hear the outcome; few get a decision on the spot.

The 1982 milk round has begun. There are too often graduates kept waiting for weeks before they hear the outcome; few get a decision on the spot.

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For further information, write to: ZIMBABWE HIGH COMMISSION

Zimbabwe House, 429 Strand, LONDON WC2R 0SA.

and provide a brief curriculum vitae which, in the case of graduates, must state the courses taken in each year of the degree.



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of this old-established Voluntary Aided Grammar School of 500 boys maintained by the North Yorkshire County Council which will become vacant at the end of August, 1982. The School, which is in Group 9 for salary purposes, at present takes about a 30% selective entry of the boys in a predominantly rural catchment area with vacancies being filled from a wider area. It has a distinguished record both for scholarship and on the games field. There is a Boarding House of 50 boys, in the day to day charge of a resident Housemaster.

Further details and application forms are obtainable from the Clerk to the Governors, c/o Area Education Office, Water Street, Skipton, North Yorkshire, BD23 1PD.

Completed forms should be returned to the Clerk by 15th March, 1982.

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**Radio 4**

#### Diversity: The

boats. The subjects are

## Briefing Today

**Radio 1**  
10.00 am As Radio 2, 7.00 Mike Read.  
11.30 Simon Bates. 1.30 Dove Lee  
Service, including 12.30 Newsbeat.  
2.00 Paul Burnett. 3.30 Steve Wright.  
4.00 Peter Dinklage. 7.00 The Record  
Producers: Glyn Jones. 8.00 David  
Isen. 10.00 John Peel. ‡ 12.00  
Midnight Close.

**World Service.**  
C World Service can be received

7.00 World News, 7.30 Weather  
 8.00 News, 8.15 News at Ten, 8.30 News  
 8.45 News Summary, 9.00 News  
 9.15 News at Ten, 9.30 News  
 9.45 News Summary, 10.00 News  
 10.15 News at Ten, 10.30 News  
 10.45 News Summary, 11.00 News  
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 6.45 News Summary, 7.00 News

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**BORDER**  
Thames except: 1.20pm-1.30  
ws. 5.15-5.45 University Challenge.

**HTV**  
Thames except: 1.20pm-1.30  
Thurs. 3.45-4.15 Square One. 4.20  
Merstowdown USA. 5.10 Jobline. 5.20-  
5.30 Crossroads. 6.00 News. 6.30  
Dickoo Waltz. 7.00-7.30 Emmerdale  
etc. 10.28 News. 10.30 Scene '82.

**HTV CYMRU/WALES**  
HTV West except: 11.22am-11.37  
Gymru. 12.00-12.10pm Mwstl.  
5 Fantara for Young Musicians.  
5 Sêr. 5.10-5.20 Captain Nemo.  
D Y Dydd. 6.15 Report Wales.  
0-7.00 Sports Arena. 10.30-11.30  
Kinds of Everything.

**ULSTER**  
Thames except: 1.20pm-1.30  
achime. 4.20 Here's Boomer. 4.45  
ools Challenge: Royal School,  
eagh and Rainey Endowed,  
gherafelt. 5.15 Radio. 5.30-5.45  
nd Evening Ulster. 6.00 Good  
ning Ulster. 6.25 Police Six. 6.35  
ssroads. 7.00-7.30 Enniskillen  
m. 10.35 Bizarre. 11.05 Parents  
Teenagers. 11.35 News at  
tine. Closedown.

**Court of Appeal**

**separately weighed**

18 May 1959. Mode was notified of the appeal and a decision to deport and remove was made. He was notified of the decision to deport and remove and of the appellants' right to appeal. He was notified of the decision to deport and remove and of the appellants' right to appeal. He was notified of the decision to deport and remove and of the appellants' right to appeal.

ated by Yan Yuk Wah, aged 19, his mother, Cheung Yan, aged 20, and his sister, Yee Yee, aged 19. Fingered for the appeal; Mr Christopher Symons for the Secretary of State.

**ORD JUSTICE WALLER** said the husband, Mr Fook Yan, given leave to seek the Secretary of State's decision. The husband granted entry certificates to him in 1973 and their leave to enter was made concurrent with Mr Yau's.

Mr Yau's leave to work was as a cook. The Secretary of State's decision was "in accordance with the law or with any other provision of the law of the case"; see section 19 (1) (b) of the 1971 Act.

The husband considered that the decision was not in accordance with the rules he must allow the appeal. It was not to remedy deficiencies in the Secretary of State's decision.

The conclusion that the Secretary of State did not give separate leave to enter to the husband and his wife was not an appeal and did not weigh in relation to each matter for and against deportation.

The Secretary of State never

# 'Legal manoeuvring'

**Dawes v Dawes** the children left the matrimonial

because of the husband's refusal to go and wanted to leave the wife's home in consequence of old person's flat. The wife commenced divorce proceedings and in consequence of a full hearing was granted an order that the husband had to leave the matrimonial home. The wife then applied to the same solicitors who had been acting for the husband, by letter requested to determine the wife's claim on behalf of his mother and applied to the county court on her behalf to exclude the wife from the property and for possession of it. That was the maneuvering which brought the decision into disrepute. The wife was surprised that a grant of such a proceeding could be made in such a way. The wife's deputy judge had ordered the wife not to remain in her home and to the matrimonial home. The wife's solicitor had made. The court would set that order and the mother had been ordered to leave the house and not to return until further order. Justice Dunn and Sir George Shaw agreed. The solicitors: Horne, Engall & Co., Egham. E & D Brook, Staines.



